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COMPREHENSIVE ANNUAL FINANCIAL REPORT

YEAR ENDED JUNE 30, 2008

CITY OF
VENTURA
CALIFORNIA

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COMPREHENSIVE ANNUAL FINANCIAL REPORT

YEAR ENDED JUNE 30, 2008

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CITY OF VENTURA CALIFORNIA

Jay Panzica, Chief Financial Officer

INTRODUCTORY SECTION

INTRODUCTORY SECTION

City of San Buenaventura
Comprehensive Annual Financial Report
For the year ended June 30, 2008

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CITY OF VENTURA

March 13, 2009

Honorable Mayor and City Councilmembers, and the Citizens of the City of San Buenaventura:

City policy requires the annual publication of a complete set of audited financial statements. This Comprehensive Annual Financial Report (CAFR) is published to fulfill that requirement for the fiscal year ended June 30, 2008.

Management assumes full responsibility for the completeness and reliability of the information contained in this report, based upon a comprehensive framework of internal control that it has established for this purpose. Because the cost of internal control should not exceed anticipated benefits, the objective is to provide reasonable, rather than absolute, assurance that the financial statements are free of any material misstatements.

Macias Gini & O'Connell, LLP, has issued an unqualified ("clean") opinion on the City's financial statements for the year ended June 30, 2008. The independent auditor's report is located at the front of the financial section of this report.

The Management's Discussion and Analysis (MD&A) immediately follows the independent auditor's report and provides a narrative introduction, overview, and analysis of the basic financial statements. The MD&A complements this letter of transmittal and should be read in conjunction with it.

Profile of the Government

The City of San Buenaventura, generally referred to as the City of Ventura, is located on the southern California coastline, approximately 62 miles northwest of the City of Los Angeles and 364 miles south of the City of San Francisco. The city limits cover approximately 36 square miles.

The City was incorporated in 1866 and has been the County seat since 1873. The City is a charter city with a council-manager form of government. A seven-member City Council is elected at large for four-year alternating terms at elections held every two years. The Mayor of the City is the presiding officer of the City Council and is selected by the City Council from its members to serve a two-year term. The City Manager, appointed by the City Council for an indeterminate term, acts as chief executive officer in carrying out the policies of the City Council.

The City's first charter was adopted in 1932. The present charter was adopted by election on November 6, 1973, and approved by the California legislature in January 1974 and was amended on November 7, 1995. The City has approximately 673 full time employee positions authorized in the fiscal year 2007-08 budget. City services include police and fire protection, public works, community development, community recreational services, and water/wastewater services.

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The Council is required to adopt a final budget by no later than the close of the fiscal year. The annual budget serves as the foundation for the City's financial planning and control. The budget is prepared by fund, department, and division. City department heads may make transfers within their department. All transfers between departments require approval of the City Council.

Local economy

The City's ongoing commitment to an economic development strategy continues to achieve results with an emphasis on generating both private and public sector value, both of which build community stability and wealth. The City's revenue base is a blend of business and commercial, light and heavy industrial, and residential uses. The City's economy revolves chiefly around the County government facilities, financial services, retail operations, and a well-developed food processing industry. Government services employ over 13,100 workers, providing relative stability to the City's employment base.

The University of California Santa Barbara (UCSB) Economic Forecast Project recently published a study on the City's economic outlook. The study indicates that the San Buenaventura metro area economy continues to grow. The economy's growth is projected to be at 1.7 percent during 2009.

The City's job growth will be slow but remain positive. The projection for 2009 is 0.5 percent. Sectors that will continue to grow in 2008 and 2009 are: retail trade, wholesale trade, and construction. Salary growth is expected to be negative. The estimated result for 2008 is –2.6 percent.

For 2008, unemployment in the City was at 5.2 percent. The annual average 2008 countywide unemployment rate was 5.8 percent. The countywide rate is below the California average of 6.6 percent.

City of Ventura retail sales growth in 2007 was -4.6 percent. The projected decline in retail sales is -2.2 percent for 2008 with 1.0 percent growth projected for 2009.

Median home price decreased in both the City and County. The 2007 median home price in the City was $545,900. Demand for housing comes from both local and external sources; internally from natural population growth and externally from Santa Barbara workers who find Santa Barbara unaffordable, and Los Angeles County workers who desire to live in upscale East Ventura County. City real median home prices decreased 8.9 percent in 2007. These prices are projected to continue to decline in 2008 and 2009, but at a slower rate. The projected decrease in median home prices for 2008 is 6.3 percent.

The 2007 residential vacancy rate is 3.2 percent for both owner and rental units. Over two-thirds of the City's housing was built in the last 35 years with the remaining one-third built before 1960. Many of the older neighborhoods have homes in the Victorian, California Craftsman, and Mission Revival architectural styles, with unique characteristics fostering reinvestment and revitalization. The City continues to actively pursue strategies to enhance established neighborhoods and renovate the housing stock.

The level of taxes, fees, and charges for services (including development-related mitigation fees) will have a bearing on the City's competitive ability to encourage retail, office, residential, and industrial development to locate within the jurisdiction. The City places significant emphasis on encouraging economic development with higher paying jobs.

In addition to community-related economics, i.e., business, employment, and real estate indices, the

City's finances and operations are directly impacted by national and regional economic trends. The return on interest earnings was 4.6 percent for the fiscal year ended June 30, 2008.

Long-term financial planning

The City will continue with the projects identified in the five-year Capital Improvement Projects Plan. Major projects include ASM-Islands Neighborhoods ($5 million) and Community Park Sports Fields ($3 million).

Relevant financial policies

The general fund maintains $12 million designated for contingencies per the City's financial policies.

In addition, it is the City's policy to ensure that adequate sustainable long-term revenues are available to support any new debt issues.

Awards and Acknowledgements

The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the City for its CAFR for the fiscal year ended June 30, 2007. The following is the suggested language published by the GFOA:

"The Certificate of Achievement is a prestigious national award recognizing conformance with the highest standards for preparation of state and local government financial reports. In order to be awarded a Certificate of Achievement, a governmental unit must have published an easily readable and efficiently organized CAFR, whose contents conform to program standards. The Comprehensive Annual Financial Report must satisfy both generally accepted accounting principles and applicable legal requirements."

The Certificate of Achievement is valid for a period of one year only. We believe our current report continues to conform to program requirements and will be submitted to the GFOA.

I would like to thank the management and staff of the Finance and Technology Department for their contributions to the preparation of this year's CAFR in accordance with the GASB 34 and 44 financial reporting models. In addition, I would like to thank the staff of Macias Gini & O'Connell, LLP, the City's independent auditors, for their proactive assistance and advice. The City Manager is to be commended for his interest in the Finance and Technology Department's progress in building the City's financial systems to support daily operations and allow for new opportunities.

The CAFR is available in the City Council's reading file.

Respectfully submitted,

Jay Panzica

Jay Panzica
Chief Financial Officer

COMPREHENSIVE ANNUAL
FINANCIAL
REPORT
quality of life
economic prosperity
livable communities

Certificate of Achievement for Excellence in Financial Reporting

Presented to

City of San Buenaventura
California

For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended
June 30, 2007

A Certificate of Achievement for Excellence in Financial Reporting is presented by the Government Finance Officers Association of the United States and Canada to government units and public employee retirement systems whose comprehensive annual financial reports (CAFRs) achieve the highest standards in government accounting and financial reporting.

President

Executive Director

The Government Finance Officers Association of the United States and Canada

presents this

AWARD OF FINANCIAL REPORTING ACHIEVEMENT

to

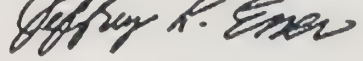
Jay Panzica

Chief Financial Officer

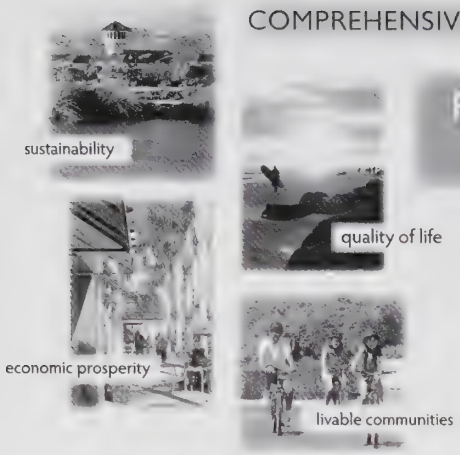
City of San Buenaventura, California

The award of Financial Reporting Achievement is presented by the Government Finance Officers Association to the individual(s) designated as instrumental in their government unit achieving a Certificate of Achievement for Excellence in Financial Reporting. A Certificate of Achievement is presented to those government units whose annual financial reports are judged to adhere to program standards and represents the highest award in government financial reporting.

Executive Director



Date May 30, 2008



COMPREHENSIVE ANNUAL

FINANCIAL REPORT

YEAR ENDED JUNE 30, 2008

DIRECTORY OF CITY OFFICIALS

June 30, 2008

Christy Weir
Mayor

Bill Fulton
Deputy Mayor

Neal Andrews
Councilmember

Brian Brennan
Councilmember

James L. Monahan
Councilmember

Carl E. Morehouse
Councilmember

Edward W. Summers
Councilmember

CITY OF
VENTURA
CALIFORNIA

Rick Cole
City Manager

Mary Walsh
Deputy City Manager

Mabi Plisky
City Clerk

Jay Panzica
Chief Financial Officer

Mike Lavery
Fire Chief

Nelson Hernandez
Community Development Director

Pat Miller
Police Chief

Elena Brokaw
Community Services Director

Ronald Calkins
Public Works Director

Jenny Roney
Human Resources Director

Ariel Calonne
City Attorney

ORGANIZATIONAL STRUCTURE

June 30, 2008

City Council

- Boards & Commissions
- Housing Authority
- Port Authority
- Redevelopment Agency

City Attorney

City Manager

- Administration
- City Clerk
- Civic Engagement

Community Development Department

- Administration
- Planning
- Economic Development & Revitalization
- Land Development

Community Services Department

- Administration
- Community Recreation
- Cultural Affairs
- Golf Services/ Adult Sports
- City Information
- Social Services

Fire Department

- Administration
- Construction Services
- Inspection Services
- Paramedic Services
- Preservation Services
- Suppression

Human Resources Department

- Administration
- Employment Services
- Employee Benefits Administration
- Risk Management
- Employee & Labor Relations/ Payroll

Finance & Technology Department

- Administration
- Financial Planning & Analysis
- Information Technology
- Purchasing & Contracts
- Treasury

Police Department

- Administration
- Field
- Operations
- Services
- Professional Standards

Public Works Department

- Administration
- Engineering
- Maintenance Services
- Parks
- Utilities

FINANCIAL SECTION

FINANCIAL SECTION

economic prosperity

livable communities

MACIAS GINI & O'CONNELL LLP
Certified Public Accountants & Management Consultants

NEWPORT BEACH
1201 Dove Street, Suite 680
Newport Beach, CA 92660
949.221.0025

OAKLAND
WALNUT CREEK
LOS ANGELES
SAN MARCOS
SAN DIEGO

The Honorable City Council of
the City of San Buenaventura, California

Independent Auditor's Report

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City of San Buenaventura, California, as of and for the year ended June 30, 2008, which collectively comprise the City's basic financial statements as listed in the table of contents. These financial statements are the responsibility of the City of San Buenaventura's management. Our responsibility is to express opinions on these financial statements based on our audit.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in Government Auditing Standards issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes consideration of internal control over financial reporting as a basis for designing audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the City's internal control over financial reporting. Accordingly, we express no such opinion. An audit also includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements, assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinions.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City of San Buenaventura, California, as of June 30, 2008, and the respective changes in financial position and cash flows, where applicable, thereof for the year then ended in conformity with accounting principles generally accepted in the United States of America.

As discussed in Note 13 to the basic financial statement, the City adopted the provisions of Governmental Accounting Standards Board (GASB) Statement No. 50, *Pension Disclosures – An amendment of GASB Statements No. 25 and 27*, respectively.

In accordance with Government Auditing Standards, we have also issued our report dated March 13, 2009 on our consideration of the City of San Buenaventura's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the

internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with Government Auditing Standards and should be considered in assessing the results of our audit.

The management's discussion and analysis and other required supplementary information identified in the accompanying table of contents are not a required part of the basic financial statements but are supplementary information required by the Governmental Accounting Standards Board. We have applied certain limited procedures, which consisted principally of inquiries of management regarding the methods of measurement and presentation of the required supplementary information. However, we did not audit the information and express no opinion on it.

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the City's basic financial statements. The accompanying introductory section, the major fund budgetary comparison schedules and the combining and individual nonmajor fund financial statements and schedules listed as supplementary information in the table of contents, and statistical section are presented for purposes of additional analysis and are not a required part of the basic financial statements. The major fund budgetary comparison schedules and the combining and individual nonmajor fund financial statements and schedules have been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, are fairly stated, in all material respects, in relation to the basic financial statements taken as a whole. The introductory section and statistical section have not been subjected to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we express no opinion on them.

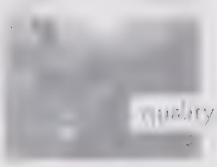
Macias Gini & O'Connell LLP

Certified Public Accountants
Newport Beach, California

March 13, 2009

MANAGEMENT'S DISCUSSION & ANALYSIS

MANAGEMENT'S DISCUSSION & ANALYSIS



CITY OF SAN BUENAVENTURA
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2008

As management of the City of San Buenaventura (City), we offer readers of the City's basic financial statements this narrative overview and analysis of the financial activities of the City for the fiscal year ended June 30, 2008. We encourage readers to consider the information presented here in conjunction with additional information that we have furnished in our transmittal letter, which can be found on pages iv-vi of this report. All amounts, unless otherwise indicated, are expressed in thousands of dollars.

FINANCIAL HIGHLIGHTS

Government-Wide

- The net assets of the City exceeded the liabilities at the close of fiscal year 2007-08 by $394.8 million. Of this amount, $88.5 million may be used to meet the City's ongoing general fund, grant funds, capital project funds, and business-type activities.

- The City's total net assets, including all funds, increased by $2.4 million compared to last fiscal year.

- The City's total net long-term liabilities (excluding capital leases payable, claims and judgments payable and compensated absences payable) increased by $2.9 million or 2.3 percent during fiscal year 2007-08.

Fund Basis

- The General Fund reported a decrease of $5.2 million in fund balance because total revenues and transfers in (inflows) of $90.6 million were less than total expenditures and transfers out (outflows) of $95.8 million.

- As of June 30, 2008, the unreserved fund balance for the General Fund was $20 million. This balance includes designated General Fund emergency reserves of $12 million as designated by the City's Financial Policies and the balance of $8 million for operating purposes and $200 thousand of undesignated reserves. Additional information on the City's General Fund balances is located in note 11A on page 67 of this report.

- As of June 30, 2008, the City's other governmental funds, excluding the General Fund, reported combined ending fund balances of $24.4 million of net unreserved fund balance.

OVERVIEW OF THE FINANCIAL STATEMENTS

This discussion and analysis is intended to serve as an introduction to the City's basic financial statements. The City's basic financial statements are comprised of three components: government-wide financial statements, fund financial statements, and notes to the basic financial statements. This report also contains other supplementary information in addition to the basic financial statements themselves.

Government-Wide Financial Statements

The *Government-Wide Financial Statements* are designed to provide readers with a broad overview of the City's finances, in a manner similar to a private-sector business.

The *Statement of Net Assets* presents information on all of the City's assets and liabilities, with the difference between the two reported as *net assets.* Over time, increases or decreases in net assets may serve as a useful indicator of whether the financial position of the City is improving or deteriorating.

The *Statement of Activities* presents information showing how the government's net assets changed during the most recent fiscal year. All changes in net assets are reported as soon as the underlying event giving rise to the change occurs, *regardless of the timing of related cash flows.* Thus, revenues and expenses are reported in this statement for some items that will result in cash flows in future fiscal periods (such as, revenues pertaining to uncollected taxes, or expenses pertaining to earned, but unused, vacation and sick leave).

Both of the government-wide financial statements distinguish functions of the City that are principally supported by taxes and intergovernmental revenues *(governmental activities),* from other functions that are intended to recover all or a significant portion of the costs through user fees and charges *(business-type activities).* The governmental activities of the City include those related to general government, finance and technology, human resource management, community development, community services, public safety (police and fire), and public works. Business-type activities of the City include those related to water, sewer and sanitation (wastewater), and golf course management operations.

The government-wide financial statements include not only the City of San Buenaventura (known as the *primary government),* but also a legally separate Public Facilities Financing Authority and a legally separate Redevelopment Agency. The governing board of each of these entities is comprised entirely of members of the City Council, and their financial activity has been included as an integral part of the primary government.

The government-wide financial statements are located on pages 15-17 of this report.

Fund Financial Statements

A *fund* is a grouping of related accounts used to maintain control over resources segregated for specific activities or objectives. The City, as other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All of the City's funds may be divided into three categories: governmental funds, proprietary funds, and fiduciary funds.

Governmental funds are used to account for essentially the same functions reported as *governmental activities* in the government-wide financial statements; however, unlike the government-wide financial statements, governmental fund financial statements focus on *near-term inflows and outflows of spendable resources,* as well as on *balances of spendable resources* available at the end of the fiscal year. Such information may be useful in evaluating the City's near-term financing requirements.

Since the focus of governmental funds is narrower than that of government-wide financial statements, it is useful to compare the information presented for *governmental funds* with similar information presented for *governmental activities* in the government-wide financial statements. By doing this comparison, readers may better understand the long-term impact of the government's near-term financing decisions. Both the governmental fund balance sheet and the governmental fund statement of revenues, expenditures, and changes in fund balances, provide a reconciliation to facilitate this comparison between *governmental funds* and *governmental activities.*

The City maintains several individual governmental funds and information is presented separately in the governmental fund balance sheet and the governmental fund statement of revenues, expenditures, and changes in fund balances for the following: the General Fund, Gas Tax Special Revenue Fund, Park and Recreation Special Revenue Fund, Certificates of Participation Debt Obligation Debt Service Fund, Capital Improvements Capital Projects Fund, and Redevelopment Agency Capital Projects Fund. Each of these funds is considered a major fund. Data from the remaining governmental funds are combined into a single, aggregated presentation. Individual fund data for each of the non-major governmental funds is provided in the form of *combining statements,* located in the supplementary information section of this report.

The City adopts an annual appropriated budget for its funds. A budgetary comparison is provided for the City's General Fund and Gas Tax and Park and Recreation Special Revenue Funds to demonstrate compliance with this budget.

Proprietary funds - The City maintains two different types of proprietary funds: *Enterprise and Internal Service.*

- ***Enterprise funds*** are used to report the same functions presented as business-type activities in the government-wide financial statements. The City uses enterprise funds to account for its Water, Wastewater and Golf Course. Water and Wastewater are classified as major funds. The Golf Course is classified as a non-major fund.

  The basic proprietary fund financial statements are located on pages 24-27 of this report.

- ***Internal Service funds*** are an accounting device used to accumulate and allocate costs internally among the City's various functions. The City of San Buenaventura uses internal service funds to account for information technology services, fleet services, building maintenance, reproduction services, workers' compensation, employee fringe benefits and risk management.

  Because these services predominantly benefit governmental rather than business-type functions, they have been included within *governmental activities* in the government-wide financial statements. Internal service funds are combined into a single, aggregated presentation in the proprietary fund financial statements. Individual fund data for the internal service funds is provided in the form of *combining statements* in the supplementary information section of this report on pages 91-96.

Fiduciary funds are used to account for resources held for the benefit of parties outside the government. Fiduciary funds are *not* reflected in the accompanying government-wide financial statements since the resources of those funds are *not* available to support the City's programs. The accounting system used for the fiduciary funds is similar to what is used for the proprietary funds. The fiduciary fund financial statements are located in the basic financial statements section – page 28 of this report.

Notes to the Basic Financial Statements

The notes to the basic financial statements provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements. The notes to the financial statements are located on pages 31-73 of this report.

Other Information

In addition to the basic financial statements and accompanying notes, this report also presents certain *required supplementary information* concerning the City's progress in funding the obligation to provide pension benefits to City employees. Required supplementary information is located on pages 74-78 of this report.

The combining statements, referred to earlier in connection with non-major governmental funds and internal service funds, are presented following the required supplementary information on pensions. Combining statements are located on pages 80-83 of this report.

GOVERNMENT-WIDE FINANCIAL ANALYSIS

Analysis of Net Assets

As noted earlier, net assets may serve over time as a useful indicator of a government's financial position. In the case of the City, assets exceeded liabilities by $394.8 million at the close of the most recent fiscal year.

The largest portion of the City's net assets (52.9 percent) reflects its investment in capital assets (e.g., land, buildings, infrastructure, machinery, and equipment), less any related debt used to acquire those assets that is outstanding. The City uses these capital assets to provide services to citizens and consequently, these assets are *not* available for future spending. Although the City's investment in capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources, since capital assets alone may not be used to liquidate these liabilities.

CITY OF SAN BUENAVENTURA-Net Assets
(In Thousands)

	Governmental Activities		Business-Type Activities		Total	
	2008	2007	2008	2007	2008	2007
Assets:						
Current and Other Assets	$ 137,587	$ 140,346	$ 90,708	$ 91,082	$ 228,295	$ 231,428
Capital Assets	141,518	131,920	196,275	197,200	337,793	329,120
Total Assets	279,105	272,266	286,983	288,282	566,088	560,548
Liabilities:						
Current Liabilities	29,757	27,683	6,543	6,653	36,300	34,336
Long-Term Liabilities	70,264	66,994	64,721	66,848	134,985	133,842
Total Liabilities	100,021	94,677	71,264	73,501	171,285	168,178
Net Assets:						
Invested In Capital Assets, Net of related Debt	80,360	72,472	129,658	127,478	210,018	199,950
Restricted	38,634	43,023	58,902	58,695	97,536	101,718
Unrestricted	60,090	62,094	27,159	28,608	87,249	90,702
Total Net Assets	$ 179,084	$ 177,589	$ 215,719	$ 214,781	$ 394,803	$ 392,370

The *unrestricted net assets* in all City funds are $88.5 million and may be used to meet the government's ongoing obligations to citizens and creditors.

At June 30, 2008, the City was able to report positive balances in all three categories of net assets, for the government as a whole and for business-type activities. The same situation held true for the prior fiscal year.

The City's net assets increased $2.4 million during the fiscal year concluded June 30, 2008. This increase was due to operations in the governmental and business-type funds. Last fiscal year, net assets grew by $19.1 million.

CITY OF SAN BUENAVENTURA - Changes In Net Assets
(In Thousands)

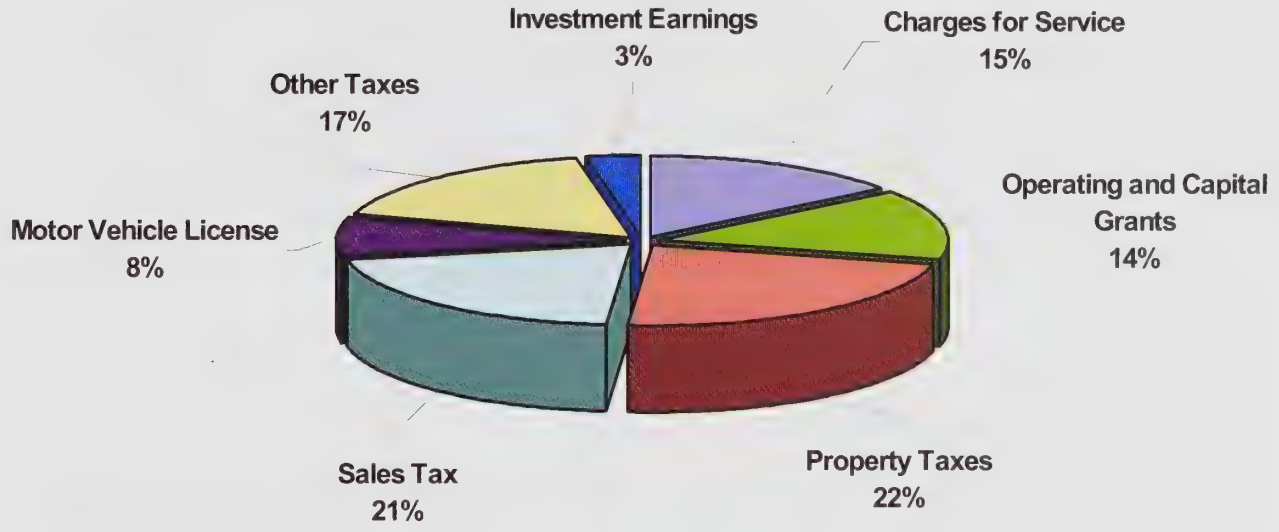
	Governmental Activities		Business-Type Activities		Total	
	2008	2007	2008	2007	2008	2007
Revenues:						
Program Revenues						
Charges for Services	$ 15,779	$ 16,116	$ 41,722	$ 39,597	$ 57,501	$ 55,713
Operating Grants	12,397	11,424	32	16	12,429	11,440
Capital Grants	2,847	2,827	-	-	2,847	2,827
General Revenue						
Taxes:						
Property	23,784	22,183	-	-	23,784	22,183
Sales	22,613	21,336	-	-	22,613	21,336
Motor Vehicle License	8,308	7,888	-	-	8,308	7,888
Other	18,397	18,119	-	-	18,397	18,119
Investment Earnings	3,329	3,976	2,574	3,133	5,903	7,109
Other	4	4	-	-	4	4
Total Revenues	$ 107,458	$ 103,873	$ 44,328	$ 42,746	$ 151,786	$ 146,619
Expenses:						
General Government	$ 8,326	$ 8,886	$ -	$ -	$ 8,326	$ 8,886
Human Resources	817	3,301	-	-	817	3,301
Finance and Technology	5,708	4,492	-	-	5,708	4,492
Community Development	8,294	7,441	-	-	8,294	7,441
Community Services	7,913	6,342	-	-	7,913	6,342
Public Safety - Police	28,193	27,093	-	-	28,193	27,093
Public Safety - Fire	18,633	16,326	-	-	18,633	16,326
Public Works	20,916	14,143	-	-	20,916	14,143
Interest on Long Term Debt	8,984	4,159	-	-	8,984	4,159
Wastewater	-	-	15,512	13,513	15,512	13,513
Water	-	-	20,433	16,959	20,433	16,959
Golf Course	-	-	5,624	4,632	5,624	4,632
Paramedic Services	-	-	-	262	-	262
Total Expenses	$ 107,784	$ 92,183	$ 41,569	$ 35,366	$ 149,353	$ 127,549
Increase (Decrease) In Net Assets before Transfers:	$ (326)	$ 11,690	$ 2,759	$ 7,380	$ 2,433	$ 19,070
Transfers	1,038	87	(1,038)	(87)	-	-
Increase In Net Assets	$ 712	$ 11,777	$ 1,721	$ 7,293	$ 2,433	$ 19,070
Net Assets - Beginning	177,589	165,812	214,781	207,488	392,370	373,300
Prior Period Adjustment	783	-	(783)	-	-	-
Net Assets - Ending	$ 179,084	$ 177,589	$ 215,719	$ 214,781	$ 394,803	$ 392,370

Governmental Activities

Public Safety/Police is the largest department at 26.2 percent of total governmental expense, followed by Public Works – 19.4 percent, Public Safety/Fire – 17.3 percent, Interest on Long Term Debt – 8.3 percent, General Government – 7.7 percent, Community Development – 7.7 percent, Community Services – 7.3 percent, Finance and Technology – 5.3 percent, and Human Resources – 0.8 percent.

The governmental activities' chart below illustrates operating revenues by source.

Revenues by Source - Governmental Activities ($107.5 Million)



Sales, property, motor vehicle license, and other taxes are general revenues used to support overall government functions. These sources account for $73.1 million or 68 percent of total governmental revenue. Operating and capital grants make up 14 percent and charges for services amount to 15 percent.

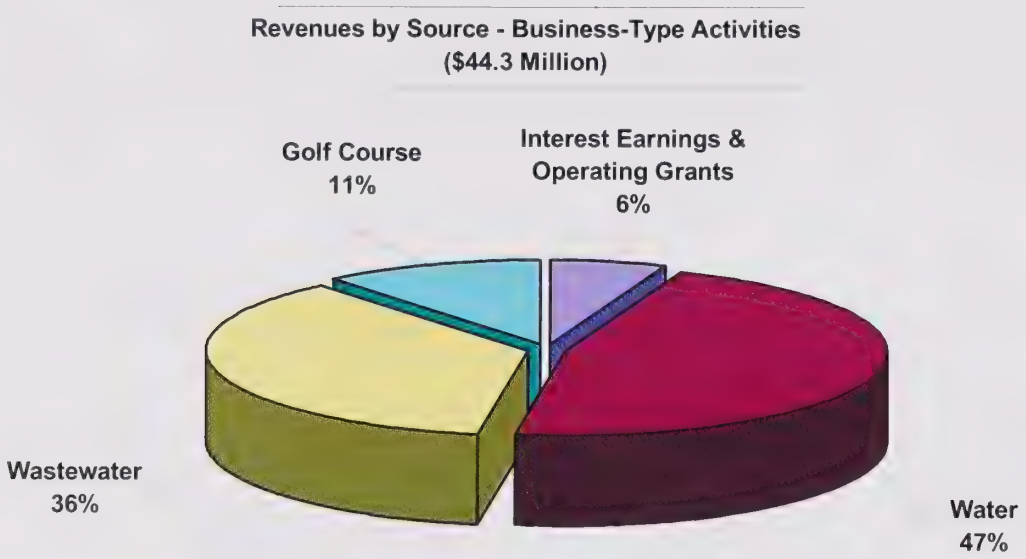
The City's net assets for governmental activities reflected an increase of approximately $712 thousand. Some key factors include the following:

- Investment earnings decreased approximately $646 thousand.
- Sales, property, and other tax revenues increased approximately $3.6 million from the previous year.
- Remaining revenues increased approximately $656 thousand from the previous year.
- Expenses increased approximately $15.6 million from the previous year.

Business-Type Activities

The business-type chart below shows revenues by source. The City's Water Enterprise is the largest business-type operation, followed by Wastewater with fees for services mainly funding the two utilities.

Business-type activities increased the City's overall net assets by $1.7 million. Key element is an increase in operations in the Water and Wastewater Funds.



GOVERNMENT FUNDS FINANCIAL ANALYSIS

As noted earlier, the City uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements.

Governmental Funds

The focus of the City's *governmental funds* is to provide information on near-term inflows, outflows, and balances of *spendable* resources. Such information is useful in assessing the City's financing requirements. In particular, *unreserved fund balance* may serve as a useful measure of a government's net resources available for spending at the end of the fiscal year.

At June 30, 2008, the City's governmental funds reported a combined ending fund balance of $78.7 million, a decrease of $7.2 million in comparison with the prior year. The decrease was mainly due to capital projects and debt payments. Of the total fund balance of $78.7 million, $44.5 million is the net unreserved fund balance.

The following are the major funds the City considered important to financial statement users.

General Fund

The General Fund is the City's chief operating fund. It showed a decrease of $5.2 million in fund balance for fiscal year 2008. At June 30, 2008, the unreserved fund balance of the General Fund was $20 million, while total fund balance reached $38.1 million. As a measure of the general fund's liquidity, it may be useful to compare both unreserved fund balance and total fund balance to total expenditures. Unreserved fund balance represents 22.8 percent of total general fund expenditures, excluding transfers, while total fund balance represents 43.1 percent of that same amount.

Gas Tax Special Revenue

The Gas Tax Special Revenue Fund showed a decrease of $167 thousand in fund balance for fiscal year 2008. This decrease was mainly due to the transfer of funds from the General Fund to finance future street maintenance and reimbursement from the Water and Wastewater Funds for completed capital improvement projects.

Park and Recreation Special Revenue Fund

The Park and Recreation Special Revenue Fund experienced a decrease of $145 thousand in fund balance for fiscal year 2008. This decrease was due mainly to expenditures for the Ventura Community Park cogeneration system.

Certificates of Participation Debt Service

This fund experienced a decrease of $2 million in fund balance for fiscal year 2008. This decrease was mainly due to the transfer of funds to the Golf Course Fund for the renovation of the Olivas Park Golf Course.

Capital Improvements Capital Projects Fund

The Capital Improvements Capital Projects Fund showed an increase of $33 thousand in fund balance for fiscal year 2008. This increase was due mainly to transfer of funds from the General Fund to finance future projects.

Redevelopment Agency Capital Projects

The Redevelopment Agency Capital Projects Fund experienced an increase of $795 thousand in fund balance for fiscal year 2008. This increase was due mainly to proceeds from a state loan.

Proprietary Funds

The City's proprietary funds provide the same type of information found in the government-wide financial statements, but in more detail.

The net assets of the Water, Wastewater and Golf Funds were $109.7 million, $88.3 million and $17.7 million, respectively. The total growth in net assets for Water and Wastewater funds was $1.5 million and $1.1 million, with decline in net assets for Golf fund $908 thousand. Other factors concerning the finances of these funds are addressed in the discussion of the City's business-type activities.

Internal Service Funds

The internal service funds, which are used to finance and account for goods and services provided internally among City departments, were in a positive position at the close of the fiscal year.

Fiduciary Funds

The City maintains fiduciary funds for the assets of the Portobello Assessment District Fund in which the assets are $98 thousand.

GENERAL FUND BUDGETARY HIGHLIGHTS

During the year, there was a $5.3 million increase in appropriations between the original and final amended budget for services and supplies. However, the City became aware of potential impacts from the downturn in the economy in the third quarter and decreased expenditures to reflect decreased revenue projections from sales tax and licenses and permits. Following are the main components:

Revenue

- $1.3 million increase in other revenue

Expenditures

- $900 thousand increase in Community Development for continuation of projects that were not completed in the prior year
- $1 million increase in Community Development for new projects, such as the Ventura Business Incubator and Job Investments projects
- $808 thousand increase in Public Works for continuation of projects
- $670 thousand increase in Public Works for the new Mobility Plan project

Significant budgetary variances between final amended budget and actual results were as follows:

- Revenues for taxes were less than anticipated by $2.4 million; licenses and permits revenues were $587 thousand less than anticipated.
- Expenditures for Public Works were $2.2 million less due to a combination of salary savings and deferred environmental and traffic studies pending permit issuances. Expenditures for Community Development were $1.7 million less due to delays in ongoing planning studies for Westside and Victoria Corridor.

CAPITAL ASSET AND DEBT ADMINISTRATION

Capital Assets

The City's investment in capital assets for its governmental and business-type activities as of June 30, 2008, amounts to $337.8 million (net of accumulated depreciation). This investment in capital assets includes land, buildings and related systems, improvements, machinery and equipment, park facilities, roads, highways, and bridges.

Major capital asset events during the current fiscal year included the following capital expenditures:

- $2.8 million for the Community Park Sports Fields.
- $1.8 million for Annual Street Maintenance for Market St. and Beckford St.
- $1.4 million for the Avenue Water Treatment Plant upgrade.
- $1.3 million for the Downtown Hillside Waterline Replacement.
- $1.0 million for the 430 Zone Reservoir.
- $1.0 million for the City Hall East Remodel.

CITY OF SAN BUENAVENTURA - Capital Assets (Gross)
(In Thousands)

	Governmental Activities		Business-Type Activities		Total	
	2008	2007	2008	2007	2008	2007
Land	$ 19,102	$ 14,695	$ 484	$ 484	$ 19,586	$ 15,179
Water Rights	-	-	1,222	1,222	1,222	1,222
Buildings & improvements	64,089	61,532	69,412	50,085	133,501	111,617
Improvements other than buildings	17,197	16,161	62,138	61,333	79,335	77,494
Machinery and equipment	44,181	36,868	129,550	100,339	173,731	137,207
Infrastructure	93,286	89,054	1,496	55	94,782	89,109
Construction in progress	11,965	15,490	7,739	51,216	19,704	66,706
Total	$ 249,820	$ 233,800	$ 272,041	$ 264,734	$ 521,861	$ 498,534

Additional information on the City's capital assets is located in Note 6 to the basic financial statements on pages 52-55 of this report.

Long-Term Debt

At the end of the current fiscal year, the City had total net long-term outstanding obligations of $142.5 million. Of this amount, $66.6 million relates to revenue bonds and other obligations of the City's business enterprises. The balance relates to revenue bonds, tax allocation bonds, notes payable, self-insurance, and employee benefit obligations for the City's governmental activities.

CITY OF SAN BUENAVENTURA-Outstanding Debt
(In Thousands)

	Governmental Activities		Business-Type Activities		Total	
	2008	2007	2008	2007	2008	2007
Governmental Long Term Debt	$ 75,925	$ 73,197	$ -	$ -	$ 75,925	$ 73,197
Revenue Bonds, Net	-	-	47,408	48,501	47,408	48,501
Safe Drinking Water Loan, net	-	-	19,209	20,000	19,209	20,000
Total	$ 75,925	$ 73,197	$ 66,617	$ 68,501	$ 142,542	$ 141,698

The table does not include the capital leases of $338 thousand.

The City's total debt increased by $844 thousand (excluding capital leases of $338 thousand) during the current fiscal year. Additional information on the City of San Buenaventura's long-term debt is located in Note 9 to the basic financial statements on pages 57-66 of this report.

The City Charter states that the City shall not incur an indebtedness evidenced by general obligation bonds greater than 15 percent of the total assessed valuation of all real and personal property within the City. The level of debt is significantly below Charter requirements.

ECONOMIC FACTORS AND NEXT YEAR'S BUDGETS AND RATES

The economy was one of the main issues affecting the development of the fiscal year 2008-09 budget. California's economic growth exceeded the United States growth in 2007. Ventura County's economy grew at over 4 percent in 2007. Another good economic year is forecast for California and Ventura County. The City has benefited from the economic upturn in 2007 and the forecast for economic sustainability will affect the City's finances in 2008-09 and beyond.

The fiscal year 2008-09 General Fund operating budget decreased by $4 million. This was mainly due to decreases in expenditure levels in response to the downturn in the economy.

Charges for services and rates in general have increased to meet utility operating and maintenance expenses. Both the Water and Wastewater rates increased for the 2009 budget.

REQUESTS FOR INFORMATION

This financial report is designed to provide a general overview of the City of San Buenaventura's finances for all those with an interest in the government's finances. Questions concerning any of the information contained herein should be addressed to Jay Panzica, Chief Financial Officer, P.O. Box 99 - Room 101, Ventura, California 93002-0099, (805) 654-7812, or via E-mail at jpanzica@ci.ventura.ca.us.

GOVERNMENT-WIDE FINANCIAL STATEMENTS

GOVERNMENT-WIDE FINANCIAL STATEMENTS

City of San Buenaventura
Statement of Net Assets
June 30, 2008

	Governmental Activities	Business-Type Activities	Total
ASSETS			
Current assets:			
Cash and investments	$ 101,204,689	$ 40,115,449	$ 141,320,138
Investment in bonds	775,000	-	775,000
Accounts receivable, net	420,931	5,420,573	5,841,504
Interest receivable	1,602,465	-	1,602,465
Due from others	2,354,960	534,979	2,889,939
Due from other governments	7,528,579	-	7,528,579
Internal balances	4,427	(4,427)	-
Prepaid items	26,056	18,754	44,810
Inventory	473,174	-	473,174
Loans and notes receivable	10,356,339	-	10,356,339
Land and buildings held for resale	540,880	-	540,880
Total current assets	125,287,500	46,085,328	171,372,828
Noncurrent assets:			
Restricted cash and investments	5,644,698	20,618,224	26,262,922
Deferred charges	-	1,164,060	1,164,060
State water line construction project	-	22,840,014	22,840,014
Equity interest in SCAT	6,655,212	-	6,655,212
Capital assets			
Non-depreciable	31,067,134	9,444,053	40,511,187
Depreciable, net	110,450,702	186,830,790	297,281,492
Total capital assets	141,517,836	196,274,843	337,792,679
Total noncurrent assets	153,817,746	240,897,141	394,714,887
Total assets	279,105,246	286,982,469	566,087,715
LIABILITIES			
Current liabilities:			
Accounts payable	2,962,769	1,821,541	4,784,310
Contracts payable	1,260,516	931,015	2,191,531
Accrued payroll liabilities	3,103,188	-	3,103,188
Interest payable	1,136,110	639,514	1,775,624
Due to other governments	3,023,833	-	3,023,833
Deposits held for others	11,828,586	916,817	12,745,403
Unearned revenue	780,657	-	780,657
Capital leases payable	-	194,560	194,560
Claims and judgments payable	2,327,156	-	2,327,156
Compensated absences payable	410,460	-	410,460
Long-term debt - due within one year	2,923,625	2,039,521	4,963,146
Total current liabilities	29,756,900	6,542,968	36,299,868
Noncurrent liabilities:			
Capital leases payable	-	143,531	143,531
Claims and judgments payable	3,981,653	-	3,981,653
Compensated absences payable	4,442,988	-	4,442,988
Long-term debt - due in more than one year	61,839,205	64,577,443	126,416,648
Total noncurrent liabilities	70,263,846	64,720,974	134,984,820
Total liabilities	100,020,746	71,263,942	171,284,688
NET ASSETS			
Invested in capital assets, net of related debt	80,359,775	129,657,879	210,017,654
Restricted for:			
Capital projects	29,660,088	38,283,770	67,943,858
Debt service	4,678,663	20,618,225	25,296,888
Community development	2,655,194	-	2,655,194
Special projects	1,640,544	-	1,640,544
Total restricted	38,634,489	58,901,995	97,536,484
Unrestricted	60,090,236	27,158,653	87,248,889
Total net assets	$ 179,084,500	$ 215,718,527	$ 394,803,027

See Accompanying Notes to Basic Financial Statements.

City of San Buenaventura
Statement of Activities
For the year ended June 30, 2008

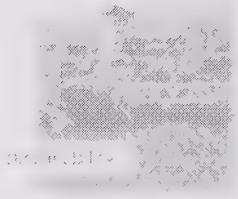
Functions/Programs	Expenses	Program Revenues: Charges for Services	Program Revenues: Operating Grants and Contributions	Program Revenues: Capital Grants and Contributions	Total
Primary government:					
Governmental activities:					
General government	$ 8,326,371	$ 976,334	$ -	$ -	$ 976,334
Human resources	816,553	143,389	-	-	143,389
Finance and technology	5,707,691	1,833,833	471,294	-	2,305,127
Community development	8,294,180	1,116,341	887,348	-	2,003,689
Community services	7,913,144	2,497,263	224,202	-	2,721,465
Public safety - police	28,193,355	2,731,049	460,418	-	3,191,467
Public safety - fire	18,632,555	3,363,936	13,663	-	3,377,599
Public works	20,915,867	3,117,158	10,339,475	2,847,047	16,303,680
Interest on long-term debt	8,984,125	-	-	-	-
Total governmental activities	107,783,841	15,779,303	12,396,400	2,847,047	31,022,750
Business-type activities:					
Wastewater	15,511,917	16,068,806	-	-	16,068,806
Water	20,433,068	20,710,539	32,284	-	20,742,823
Golf course	5,623,585	4,942,555	-	-	4,942,555
Total business-type activities	41,568,570	41,721,900	32,284	-	41,754,184
Total primary government	$ 149,352,411	$ 57,501,203	$ 12,428,684	$ 2,847,047	$ 72,776,934
General Revenues:					
Taxes:					
Property taxes					
Sales taxes					
Utility users taxes					
Motor vehicle license - intergovernmental unrestricted					
Transient lodging taxes					
Franchise taxes					
Other taxes					
Total taxes					
Investment earnings					
Gain on sale of assets					
Miscellaneous					
Transfers:					
Total general revenues and transfers					
Change in net assets					
Net assets - beginning of year, restated					
Net assets - end of year					

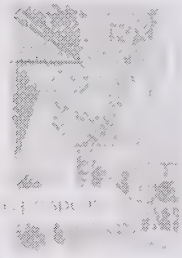
See Accompanying Notes to Basic Financial Statements.

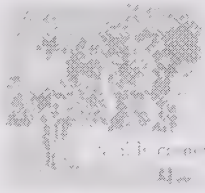
Net (Expense) Revenue and Changes in Net Assets		
Governmental Activities	Business-Type Activities	Total
$ (7,350,037)	$ -	$ (7,350,037)
(673,164)	-	(673,164)
(3,402,564)	-	(3,402,564)
(6,290,491)	-	(6,290,491)
(5,191,679)	-	(5,191,679)
(25,001,888)	-	(25,001,888)
(15,254,956)	-	(15,254,956)
(4,612,187)	-	(4,612,187)
(8,984,125)	-	(8,984,125)
(76,761,091)	-	(76,761,091)
-	556,889	556,889
-	309,755	309,755
-	(681,030)	(681,030)
-	185,614	185,614
(76,761,091)	185,614	(76,575,477)
23,783,852	-	23,783,852
22,613,278	-	22,613,278
8,796,097	-	8,796,097
8,308,227	-	8,308,227
4,078,171	-	4,078,171
2,770,318	-	2,770,318
2,752,235	-	2,752,235
73,102,178	-	73,102,178
3,329,387	2,573,463	5,902,850
2,960	-	2,960
885	-	885
1,038,110	(1,038,110)	-
77,473,520	1,535,353	79,008,873
712,429	1,720,967	2,433,396
178,372,071	213,997,560	392,369,631
$ 179,084,500	$ 215,718,527	$ 394,803,027

COMPREHENSIVE ANNUAL

FINANCIAL REPORT







FUND FINANCIAL STATEMENTS

FUND FINANCIAL STATEMENTS

GOVERNMENTAL FUND FINANCIAL STATEMENTS

GOVERNMENTAL FUND FINANCIAL STATEMENTS

General Fund The General Fund was established to account for sources and uses of financial resources traditionally associated with governments which are not required to be accounted for in another fund.

Gas Tax Special Revenue Fund – To account for revenue received from the State of California and other sources to be used for street maintenance and improvements only.

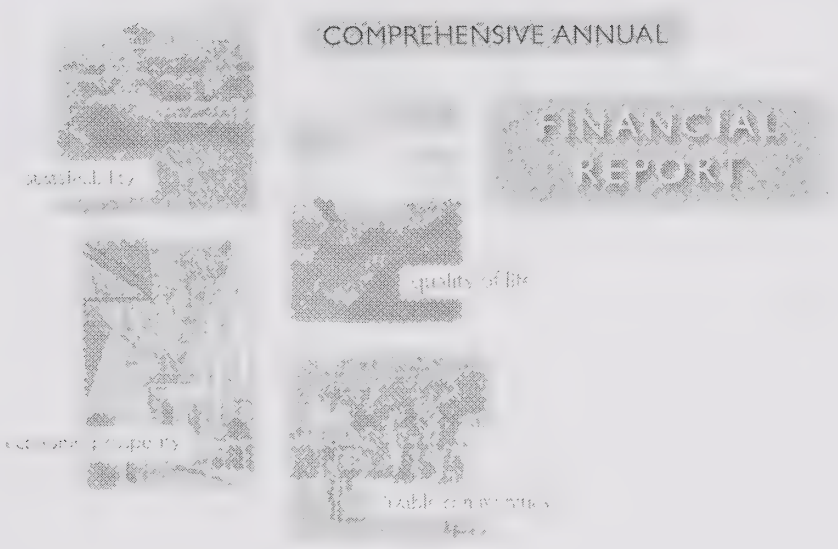
Park and Recreation Tax Special Revenue Fund – To account for park and recreation facilities tax revenue to be used for planning, acquisition, improvements or expansion of public parks, playgrounds, or other recreational facilities.

Certificates of Participation (COP) Debt Obligations Fund To account for the accumulation of resources and payment of long-term debt principal and interest for COP issues by the Public Facilities Financing Authority.

Capital Improvement Capital Projects Fund – To account for financial resources to be used for purchase or construction of major capital improvements (other than those funded through proprietary or special revenue funds).

Redevelopment Agency Capital Projects Fund - To account for the economic revitalization and redevelopment of the City through acquisition and development of City property determined to be in a declining condition.

Other Governmental Funds The aggregate of all the non-major governmental funds.


COMPREHENSIVE ANNUAL
FINANCIAL
REPORT

City of San Buenaventura
Balance Sheet
Governmental Funds
June 30, 2008

	Major Funds				
	General Fund	Gas Tax Special Revenue	Park and Recreation Special Revenue	Certificates of Participation Debt Obligation Debt Service	Capital Improvement Capital Projects
ASSETS					
Cash and investments	$ 30,376,561	$ 19,044,940	$ 7,280,870	$ -	$ 8,386,573
Restricted cash and investments	-	-	-	2,594,498	-
Investment in bonds	775,000	-	-	-	-
Accounts receivable, net	183,032	6,506	-	-	-
Interest receivable	1,602,465	-	-	-	-
Due from other funds	4,427	-	-	-	163,652
Due from others	2,127,192	-	-	-	-
Due from other governments	4,019,746	1,716,474	751,251	-	88,655
Prepaid items	756	-	-	-	-
Inventory	473,174	-	-	-	-
Loans and notes receivable	1,235,004	-	-	-	-
Land and buildings held for resale	-	-	-	-	-
Advances to other funds	14,069,892	-	-	-	-
Total assets	$ 54,867,249	$ 20,767,920	$ 8,032,121	$ 2,594,498	$ 8,638,880
LIABILITIES AND FUND BALANCES					
Liabilities:					
Accounts payable	$ 1,420,731	$ 74,182	$ 678	$ -	$ 257,299
Contracts payable	115,325	210,724	787,665	-	140,838
Due to other funds	2,596,413	-	-	174,006	-
Due to other governments	10,556	-	-	-	-
Deposits held for others	11,828,586	-	-	-	-
Advances from other funds	-	-	-	-	-
Deferred revenue	794,897	406,408	728,369	-	88,655
Total liabilities	16,766,508	691,314	1,516,712	174,006	486,792
Fund balances (deficit):					
Reserved:					
Encumbrances	1,408,874	-	-	-	779,634
Petty cash	12,545	-	-	-	-
Advances to other funds	14,069,892	-	-	-	-
Prepaid items	756	-	-	-	-
Inventory	473,174	-	-	-	-
Assets held for resale	-	-	-	-	-
Loans and notes receivable	1,235,004	-	-	-	-
Investment in Portobello bonds	775,000	-	-	-	-
Debt service	-	-	-	2,420,492	-
Total reserved	17,975,245	-	-	2,420,492	779,634
Unreserved, designated:					
Contingencies	12,000,000	-	-	-	-
Special revenue funds	-	16,778,803	3,579,122	-	-
Capital projects funds	-	-	-	-	6,126,887
Other	7,925,883	-	-	-	-
Total unreserved, designated	19,925,883	16,778,803	3,579,122	-	6,126,887
Unreserved, undesignated:					
General fund	199,613	-	-	-	-
Special revenue funds	-	3,297,803	2,936,287	-	-
Capital projects funds	-	-	-	-	1,245,567
Total fund balances (deficit)	38,100,741	20,076,606	6,515,409	2,420,492	8,152,088
Total liabilities and fund balances	$ 54,867,249	$ 20,767,920	$ 8,032,121	$ 2,594,498	$ 8,638,880

See Accompanying Notes to Basic Financial Statements.

Major Funds		
Redevelopment Agency Capital Projects	Other Governmental Funds	Total Governmental Funds
$ 2,716,238	$ 6,562,109	$ 74,367,291
-	3,050,200	5,644,698
-	-	775,000
-	20,980	210,518
-	-	1,602,465
292,806	-	460,885
-	39,225	2,166,417
2,693	113,410	6,692,229
-	-	756
-	-	473,174
4,023,679	3,981,632	9,240,315
540,880	-	540,880
-	1,000,000	15,069,892
$ 7,576,296	$ 14,767,556	$ 117,244,520
$ 329,613	$ 168,949	$ 2,251,452
5,964	-	1,260,516
-	292,806	3,063,225
133,352	2,879,925	3,023,833
-	-	11,828,586
15,069,892	-	15,069,892
-	43,945	2,062,274
15,538,821	3,385,625	38,559,778
322,265	356,288	2,867,061
-	-	12,545
-	1,000,000	15,069,892
-	-	756
-	-	473,174
540,880	-	540,880
4,023,679	844,540	6,103,223
-	-	775,000
-	5,925,372	8,345,864
4,886,824	8,126,200	34,188,395
-	-	12,000,000
-	1,667,694	22,025,619
-	-	6,126,887
-	-	7,925,883
-	1,667,694	48,078,389
-	-	199,613
-	195,236	6,429,326
(12,849,349)	1,392,801	(10,210,981)
(7,962,525)	11,381,931	78,684,742
$ 7,576,296	$ 14,767,556	$ 117,244,520

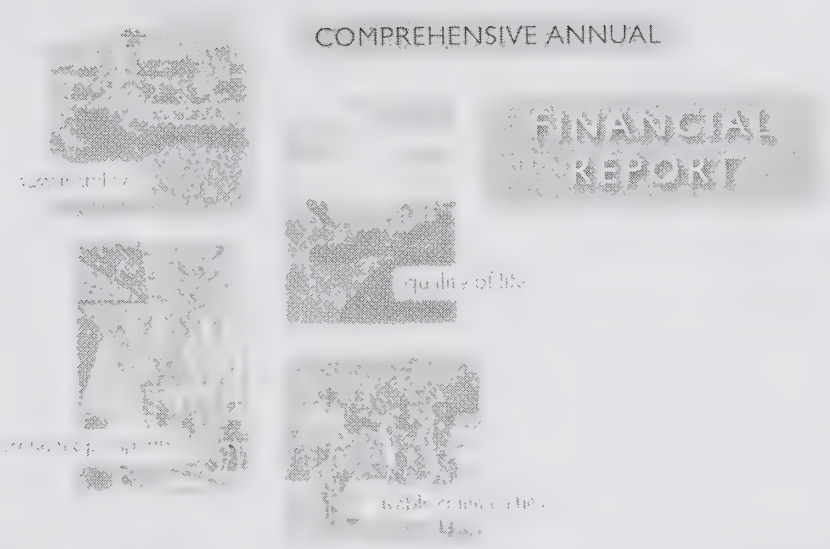
City of San Buenaventura

Reconciliation of the Governmental Funds Balance Sheet to the Government-Wide Statement of Net Assets

June 30, 2008

Total Fund Balances - Total Governmental Funds	$	78,684,742
Amounts reported for governmental activities in the Statement of Net Assets were different because:		
Equity interest in SCAT is not a current financial resource and not reported in the Governmental Funds Balance Sheet.		6,655,212
Capital assets used in governmental activities are not current financial resources. Therefore, they are not reported in the Governmental Funds Balance Sheet. Except for the internal service funds reported below, the capital assets are adjusted as follows:		
Non-depreciable		31,012,253
Depreciable		201,128,169
Accumulated depreciation		(98,914,219)
Total capital assets		133,226,203
Interest payable on long-term debt does not require current financial resources. Therefore, interest payable is not reported as a liability in Governmental Funds Balance Sheet.		(1,136,110)
Deferred revenue is reported on the accrual basis in the Government-Wide Statement of Net Assets.		1,281,617
Internal service funds are used by management to charge the costs of certain activities, such as insurance and fleet management, to individual funds. The assets and liabilities of the internal service funds are included in governmental activities in the Government-Wide Statement of Net Assets.		
Information Technology Fund		1,446,098
Fleet Maintenance Fund		11,057,781
Facilities Maintenance Fund		1,709,854
Reproduction Services Fund		187,880
Workers' Compensation Fund		5,178,626
Employee Fringe Benefits Fund		455,673
Risk Management Fund		4,676,924
Total internal service funds		24,712,836
Long-term liabilities are not due and payable in the current period. Therefore, they are not reported in the Governmental Funds Balance Sheet. Long-term debt reported in the Internal Service Funds is included in the adjustment above.		
Long-term liabilities - due within one year		(2,845,000)
Long-term liabilities - due in more than one year		(61,495,000)
Total long-term liabilities		(64,340,000)
Net Assets of Governmental Activities	$	179,084,500

See Accompanying Notes to Basic Financial Statements.


COMPREHENSIVE ANNUAL
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REPORT

City of San Buenaventura

Statement of Revenues, Expenditures and Changes in Fund Balances

Governmental Funds

For the year ended June 30, 2008

	Major Funds			
	General Fund	Gas Tax Special Revenue	Park and Recreation Special Revenue	Certificates of Participation Debt Obligation Debt Service
REVENUES:				
Taxes	$ 61,035,839	$ 1,071,942	$ 69,891	$ -
Licenses and permits	1,429,502	-	-	-
Intergovernmental	8,728,421	6,667,218	-	-
Charges for services	8,764,388	-	-	-
Fines and forfeitures	1,945,958	-	-	-
Use of money and property	4,002,037	943,287	318,098	193,656
Other revenue	2,823,121	97,322	1,060,778	-
Total revenues	88,729,266	8,779,769	1,448,767	193,656
EXPENDITURES:				
Current:				
General government	7,698,414	-	-	-
Human resources	1,923,705	-	-	-
Finance and technology	4,741,342	-	-	-
Community development	4,106,905	-	-	-
Community services	6,612,536	-	-	-
Public safety - police	28,657,300	-	-	-
Public safety - fire	18,391,152	-	-	-
Public works	15,864,637	-	-	-
Capital outlays	396,744	9,270,623	3,443,920	-
Debt service:				
Principal retirement	-	-	-	2,075,000
Interest and other charges	-	-	-	2,296,289
Total expenditures	88,392,735	9,270,623	3,443,920	4,371,289
REVENUES OVER (UNDER) EXPENDITURES	336,531	(490,854)	(1,995,153)	(4,177,633)
OTHER FINANCING SOURCES (USES):				
Issuance of certificates of participation	-	-	-	-
Issuance of State loan	-	-	-	-
Payment to refunded bond escrow agent	-	-	-	-
Transfers in	1,886,762	658,809	2,000,000	4,331,210
Transfers out	(7,449,821)	(334,496)	(150,000)	(2,110,307)
Total other financing sources (uses)	(5,563,059)	324,313	1,850,000	2,220,903
Net change in fund balances	(5,226,528)	(166,541)	(145,153)	(1,956,730)
FUND BALANCES (DEFICIT):				
Beginning of year, restated	43,327,269	20,243,147	6,660,562	4,377,222
End of year	$ 38,100,741	$ 20,076,606	$ 6,515,409	$ 2,420,492

See Accompanying Notes to Basic Financial Statements.

Major Funds			
Capital Improvement Capital Projects	Redevelopment Agency Capital Projects	Other Governmental Funds	Total Governmental Funds
$ 35,984	$ 3,527,287	$ 475,127	$ 66,216,070
-	-	-	1,429,502
1,139,527	8,381	1,166,517	17,710,064
255,338	-	876,604	9,896,330
-	-	-	1,945,958
12,541	136,271	465,647	6,071,537
300,000	22,770	-	4,303,991
1,743,390	3,694,709	2,983,895	107,573,452
-	-	-	7,698,414
-	-	-	1,923,705
-	-	-	4,741,342
-	3,195,750	-	7,302,655
-	-	-	6,612,536
-	-	771,986	29,429,286
-	-	-	18,391,152
-	-	1,358,501	17,223,138
3,715,032	-	1,479,616	18,305,935
-	-	2,498,857	4,573,857
-	705,752	6,046,292	9,048,333
3,715,032	3,901,502	12,155,252	125,250,353
(1,971,642)	(206,793)	(9,171,357)	(17,676,901)
-	-	11,420,000	11,420,000
-	1,500,000	-	1,500,000
-	-	(3,506,101)	(3,506,101)
2,005,083	-	1,011,071	11,892,935
-	(497,853)	(256,482)	(10,798,959)
2,005,083	1,002,147	8,668,488	10,507,875
33,441	795,354	(502,869)	(7,169,026)
8,118,647	(8,757,879)	11,884,800	85,853,768
$ 8,152,088	$ (7,962,525)	$ 11,381,931	$ 78,684,742

City of San Buenaventura

Reconciliation of the Governmental Funds Statement of Revenues, Expenditures, and Changes in Fund Balances to the Government-Wide Statement of Activities

For the year ended June 30, 2008

Net Change in Fund Balances - Total Governmental Funds	$	(7,169,026)
Amounts reported for governmental activities in the Statement of Activities and Changes in Net Assets are different because:		
Governmental funds reported capital outlay as expenditures. However, in the Government-Wide Statement of Activities, the cost of these assets is allocated over their estimated useful lives as depreciation expense. This is the amount of capital assets recorded in the current period.		14,524,249
The net gain in the equity interest in SCAT is reported in the Government-Wide Statement of Activities, but does not require the use of current financial resources. Therefore, the net gain is not reported as revenue in Governmental Funds.		393,026
Depreciation expense on capital assets is reported in the Government-Wide Statement of Activities, but does not require the use of current financial resources. Therefore, depreciation expense is not reported as an expenditure in Governmental Funds.		(5,473,648)
Deferred revenue is reported on the accrual basis in the Government-Wide Statement of Activities. The following amount represents the change in accrued deferred revenue from the prior year.		(45,741)
Repayment of bond principal is an expenditure in governmental funds, but the repayment reduces long-term liabilities in the Government-Wide Statement of Net Assets.		8,028,857
Bond and loan proceeds provided current financial resources to governmental funds, but issuing debt increased long-term liabilities in the Government-Wide Statement of Net Assets.		(12,920,000)
Accrued interest expense on long-term debt is reported in the Government-Wide Statement of Activities, but does not require the use of current financial resources. Therefore, accrued interest expense is not reported as an expenditure in Governmental Funds. The following amount represents the change in accrued interest from the prior year.		64,208
Internal service funds are used by management to charge the costs of certain activities, such as insurance and fleet management, to individual funds. The net revenue of the internal service funds is reported with governmental activities.		3,310,504
Change in Net Assets of Governmental Activities	$	712,429

See Accompanying Notes to Basic Financial Statements.

PROPRIETARY FUND FINANCIAL STATEMENTS

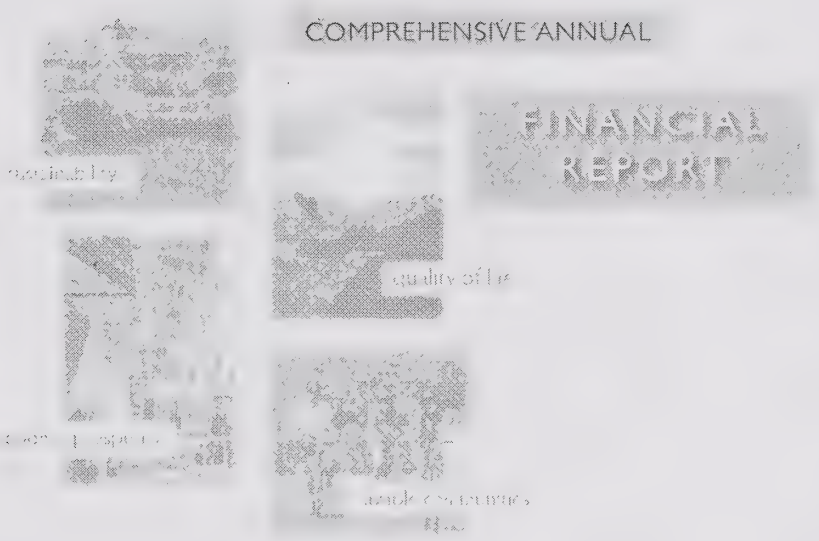
PROPRIETARY FUND FINANCIAL STATEMENTS

Wastewater Fund – To account for all wastewater activities and treatment services provided to the City of San Buenaventura, including but not limited to administration, operations, maintenance, laboratory, and debt service.

Water Fund – To account for all water activities and water treatment services provided to the City of San Buenaventura and some residents of the County. Such activities include but are not limited to administration, maintenance, distribution, customer service, production, purification, and debt service.

Golf Fund – To account for revenue and costs related to the operation of two municipal golf courses for use by the general public.

Internal Service Funds – These funds are used to provide goods and services by one department or agency to other departments or agencies of the City on a cost reimbursement basis.


COMPREHENSIVE ANNUAL
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City of San Buenaventura
Statement of Net Assets
Proprietary Funds
June 30, 2008

	Major Enterprise Funds		Non-Major Enterprise Fund		Governmental Activities Internal Service Funds
	Wastewater	Water	Golf Course	Total	
ASSETS					
Current assets:					
Cash and investments	$ 22,635,690	$ 17,479,759	$ -	$ 40,115,449	$ 26,837,398
Accounts receivable, net	2,251,518	3,169,055	-	5,420,573	210,413
Due from other funds	-	-	-	-	2,606,767
Due from others	-	60,195	474,784	534,979	188,543
Due from other governments	-	-	-	-	836,350
Prepaid items	18,754	-	-	18,754	25,300
Notes receivable	-	-	-	-	1,116,024
Total current assets	24,905,962	20,709,009	474,784	46,089,755	31,820,795
Noncurrent assets:					
Restricted cash and investments	19,396,775	1,221,449	-	20,618,224	-
Deferred charges	587,616	576,444	-	1,164,060	-
State water line construction project	-	22,840,014	-	22,840,014	-
Capital assets:					
Non-depreciable	4,374,845	4,663,938	405,270	9,444,053	-
Depreciable, net	63,231,456	105,900,143	17,699,191	186,830,790	8,291,633
Total capital assets	67,606,301	110,564,081	18,104,461	196,274,843	8,291,633
Total noncurrent assets	87,590,692	135,201,988	18,104,461	240,897,141	8,291,633
Total assets	112,496,654	155,910,997	18,579,245	286,986,896	40,112,428
LIABILITIES					
Current liabilities:					
Accounts payable	588,568	712,226	520,747	1,821,541	711,317
Contracts payable	378,901	552,114	-	931,015	-
Accrued payroll liabilities	-	-	-	-	3,103,188
Interest payable	353,333	286,181	-	639,514	-
Due to other funds	-	-	4,427	4,427	-
Deposits held for others	-	916,817	-	916,817	-
Capital leases payable	-	-	194,560	194,560	-
Claims and judgments payable	-	-	-	-	2,327,156
Compensated absences payable	-	-	-	-	410,460
Long-term debt - due within one year	680,000	1,359,521	-	2,039,521	78,625
Total current liabilities	2,000,802	3,826,859	719,734	6,547,395	6,630,746
Noncurrent liabilities:					
Capital leases payable	-	-	143,531	143,531	-
Claims and judgments payable	-	-	-	-	3,981,653
Compensated absences payable	-	-	-	-	4,442,988
Long-term debt - due in more than one year	22,179,395	42,398,048	-	64,577,443	344,205
Total noncurrent liabilities	22,179,395	42,398,048	143,531	64,720,974	8,768,846
Total liabilities	24,180,197	46,224,907	863,265	71,268,369	15,399,592
NET ASSETS					
Invested in capital assets, net of related debt	44,746,906	66,806,512	18,104,461	129,657,879	8,291,633
Restricted for:					
Capital projects	22,266,544	16,017,226	-	38,283,770	-
Debt service	19,396,775	1,221,450	-	20,618,225	-
Unrestricted	1,906,232	25,640,902	(388,481)	27,158,653	16,421,203
Total net assets	$ 88,316,457	$ 109,686,090	$ 17,715,980	$ 215,718,527	$ 24,712,836

See Accompanying Notes to Basic Financial Statements.

City of San Buenaventura
Statement of Revenues, Expenses and Changes in Net Assets
Proprietary Funds
For the year ended June 30, 2008

	Major Enterprise Funds		Non-Major Enterprise Fund		Governmental Activities Internal
	Wastewater	Water	Golf Course	Total	Service Funds
OPERATING REVENUES:					
Utility service charges	$ 16,068,806	$ 20,710,539	$ -	$ 36,779,345	$ -
Golf fee charges	-	-	4,942,555	4,942,555	-
Internal service charges	-	-	-	-	37,311,034
Other operating revenues	-	32,284	-	32,284	946,310
Total operating revenues	16,068,806	20,742,823	4,942,555	41,754,184	38,257,344
OPERATING EXPENSES:					
Salaries and benefits	3,692,650	4,705,146	168,445	8,566,241	4,265,699
Contractual services	1,444,560	928,902	4,143,377	6,516,839	2,748,317
Materials and supplies	1,557,750	1,933,290	4,199	3,495,239	2,610,374
General and administrative	4,593,585	6,897,176	366,507	11,857,268	16,806,651
Insurance premiums and settlements	-	-	-	-	6,911,663
Depreciation	3,152,372	4,339,938	917,621	8,409,931	1,478,719
Total operating expenses	14,440,917	18,804,452	5,600,149	38,845,518	34,821,423
OPERATING INCOME (LOSS)	1,627,889	1,938,371	(657,594)	2,908,666	3,435,921
NONOPERATING REVENUES (EXPENSES):					
Investment income	1,734,356	828,655	10,452	2,573,463	49,324
Interest expense	(1,071,000)	(1,628,616)	(23,436)	(2,723,052)	(118,875)
Total nonoperating revenues (expenses)	663,356	(799,961)	(12,984)	(149,589)	(69,551)
Income (loss) before transfers	2,291,245	1,138,410	(670,578)	2,759,077	3,366,370
Transfers in	-	840,954	1,006,554	1,847,508	1,079,134
Transfers out	(1,200,118)	(441,235)	(1,244,265)	(2,885,618)	(1,135,000)
Change in net assets	1,091,127	1,538,129	(908,289)	1,720,967	3,310,504
NET ASSETS:					
Beginning of year	87,225,330	108,147,961	18,624,269	213,997,560	21,402,332
End of year	$ 88,316,457	$ 109,686,090	$ 17,715,980	$ 215,718,527	$ 24,712,836

See Accompanying Notes to Basic Financial Statements.

City of San Buenaventura
Statement of Cash Flows
Proprietary Funds
For the year ended June 30, 2008

	Major Enterprise Funds		Non-Major Enterprise Fund	
	Wastewater	Water	Golf Course	Total
CASH FLOWS FROM OPERATING ACTIVITIES:				
Cash received from customers/other funds	$ 16,051,740	$ 20,666,697	$ 5,716,919	$ 42,435,356
Cash payments to suppliers for goods and services	(7,132,776)	(9,920,727)	(4,774,411)	(21,827,914)
Cash payments to employees for services	(3,692,650)	(4,705,146)	(168,445)	(8,566,241)
Insurance premiums and settlements	-	-	-	-
Other operating revenues	-	32,284	-	32,284
Net cash provided (used) by operating activities	5,226,314	6,073,108	774,063	12,073,485
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES:				
Employee housing loans made	-	-	-	-
Payment of employee housing loans	-	-	-	-
Payment of noncapital loans	-	-	-	-
Transfers to other funds	(1,200,118)	(441,235)	(1,244,265)	(2,885,618)
Transfers from other funds	-	840,954	1,006,554	1,847,508
Net cash provided (used) by noncapital financing activities	(1,200,118)	399,719	(237,711)	(1,038,110)
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES:				
Purchase of capital assets	(2,427,649)	(4,921,348)	(405,269)	(7,754,266)
Repayment of capital leases	-	-	(242,947)	(242,947)
Repayment of state water loan	-	(790,515)	-	(790,515)
Repayment of revenue bonds	(660,000)	(540,000)	-	(1,200,000)
Investment in state water line project	-	(1,009,332)	-	(1,009,332)
Interest paid on revenue bonds and contracts	(1,076,500)	(1,631,991)	(23,436)	(2,731,927)
Net cash provided (used) by capital and related financing activities	(4,164,149)	(8,893,186)	(671,652)	(13,728,987)
CASH FLOWS FROM INVESTING ACTIVITIES:				
Investment income, net	1,734,356	828,655	10,452	2,573,463
Net cash provided (used) by investing activities	1,734,356	828,655	10,452	2,573,463
Net increase (decrease) in cash and cash equivalents	1,596,403	(1,591,704)	(124,848)	(120,149)
CASH AND INVESTMENTS:				
Beginning of year	40,436,062	20,292,912	124,848	60,853,822
End of year	$ 42,032,465	$ 18,701,208	$ -	$ 60,733,673
RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES:				
Operating income (loss)	$ 1,627,889	$ 1,938,371	$ (657,594)	$ 2,908,666
Adjustments to reconcile operating income (loss) to net cash provided (used) by operating activities:				
Depreciation	3,152,372	4,339,938	917,621	8,409,931
Changes in assets and liabilities:				
Accounts receivable	(17,092)	(70,404)	-	(87,496)
Due from other funds	-	-	340,133	340,133
Due from other governments	-	45,739	-	45,739
Due from others	26	(19,177)	434,231	415,080
Prepaid items	(18,754)	-	-	(18,754)
Deferred charges	97,583	53,856	-	151,439
Accounts payable	157,444	(224,957)	(234,855)	(302,368)
Contracts payable	226,846	(19,961)	(29,900)	176,985
Accrued payroll liabilities	-	-	-	-
Due to other funds	-	-	4,427	4,427
Deposits held for others	-	29,703	-	29,703
Claims and judgments payable	-	-	-	-
Compensated absences payable	-	-	-	-
Total adjustments	3,598,425	4,134,737	1,431,657	9,164,819
Net cash provided (used) by operating activities	$ 5,226,314	$ 6,073,108	$ 774,063	$ 12,073,485

See accompanying Notes to Basic Financial Statements.

Governmental Activities Internal Service Funds
$ 37,000,372
(21,935,405)
(4,265,699)
(8,430,506)
946,310
3,315,072
(525,000)
13,976
(75,211)
(1,135,000)
1,079,134
(642,101)
(1,755,748)
-
-
-
-
-
(1,755,748)
(69,549)
(69,549)
847,674
25,989,724
$ 26,837,398
$ 3,435,921
1,478,719
(65,987)
224,498
(354,681)
(114,492)
(25,300)
-
255,237
-
569,161
-
-
(2,407,516)
319,512
(120,849)
$ 3,315,072

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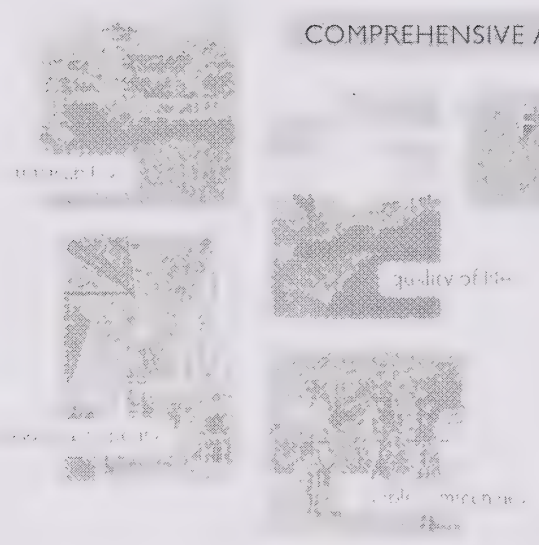

FIDUCIARY FUND FINANCIAL STATEMENTS

FIDUCIARY FUND FINANCIAL STATEMENTS

Portobello Assessment District Fund – To account for the funds held in trust by the City as collected from property assessments to be used for payment of debt service on special assessment bonds issued to fund improvements and maintenance of the Portobello Canal.

City of San Buenaventura
Statement of Fiduciary Assets and Liabilities
Fiduciary Funds
June 30, 2008

	Agency Funds
ASSETS	
Cash and cash equivalents	$ 97,803
LIABILITIES	
Deposits held for others	$ 97,803

See Accompanying Notes to Basic Financial Statements.

COMPREHENSIVE ANNUAL
FINANCIAL
REPORT

NOTES TO BASIC FINANCIAL STATEMENTS

NOTES TO BASIC FINANCIAL STATEMENTS

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For the year ended June 30, 2008

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1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The basic financial statements of the City of San Buenaventura, California (City) have been prepared in conformity with generally accepted accounting principles (GAAP) as applied to governmental agencies. The Governmental Accounting Standards Board (GASB) is the accepted standard setting body for establishing governmental accounting and financial reporting principles. The more significant of the City's accounting policies are described below.

A. Description of the Reporting Entity

The City, incorporated as a town on March 10, 1866, was recognized as a city in the State of California by election on December 4, 1905, and was certified on January 5, 1906. The initial City Charter was adopted January 7, 1932, and was revised most recently on November 7, 1995. The City operates under an elected Council and appointed City Manager form of government and provides the following services as authorized by its charter: public safety (police and fire), public works (maintenance services and utilities), community services, and general administrative services.

As required by GAAP, these basic financial statements present the City and its component units, entities for which the City is considered to be financially accountable. Blended component units, although legally separate entities are, in substance, part of the City's operations and data from these units are combined with data of the City. Each blended component unit has a June 30 year-end. The City had no discretely presented component units. The following entities are reported as blended component units:

The Redevelopment Agency of the City of San Buenaventura (Agency) was created by the City of San Buenaventura City Council (City Council) in August 1961. The Agency was formed for the purpose of preparing and carrying out plans for improvement, rehabilitation and redevelopment of blighted areas within the territorial limits of the City. The City Council acts as the Agency's governing board and exerts significant influence over its operations. The funds of the Agency have been included in the governmental activities of the financial statements.

Complete financial statements for the Redevelopment Agency may be obtained from the City of San Buenaventura, P.O. Box 99, Ventura, California 93002-0099.

San Buenaventura Public Facilities Financing Authority (Authority) was established by ordinance, pursuant to the City Charter and Constitution of the State of California, as a public body, corporate and politic, acting to facilitate serving the public purposes of the City. The ordinance was adopted on May 28, 1985, and became effective July 1, 1985. The governing body of the Authority is comprised of the consenting members of the City Council. The Authority is empowered to construct, acquire, maintain and improve public facilities and improvements within the City and to sell, lease, exchange, transfer, encumber or otherwise dispose of any interest in property. The Authority's activities presently consist of providing financial assistance to the City through the issuance of certificates of participation and the leasing of assets to the City. At the end of the lease term, all assets revert to the City. The funds of the Authority have been included in the governmental activities of the financial statements.

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, Continued

B. Basis of Accounting and Measurement Focus

The accounts of the City are organized on the basis of funds, each of which is considered a separate accounting entity. The operations of each fund are accounted for with a separate set of self-balancing accounts that comprise its assets, liabilities, fund equity, revenues, and expenditures or expenses, as appropriate. Governmental resources are allocated to and accounted for in individual funds based upon the purposes for which they are to be spent and the means by which spending activities are controlled.

Government - Wide Financial Statements

The City's government-wide financial statements include a Statement of Net Assets and a Statement of Activities. These statements present summaries of governmental and business-type activities for the City accompanied by a total column. Fiduciary activities of the City are not included in these statements.

The basic financial statements are presented on an *"economic resources"* measurement focus and the accrual basis of accounting. Accordingly, all of the City's assets and liabilities, including capital assets, as well as infrastructure assets and long-term liabilities, are included in the accompanying Statement of Net Assets. The Statement of Activities presents changes in net assets. Under the accrual basis of accounting, revenues are recognized in the period in which they are earned while expenses are recognized in the period in which the liability is incurred. Grant revenues are recognized when all eligibility requirements have been met. Property taxes are recognized in the year for which they are levied.

Certain types of transactions are reported as program revenues for the City in three categories:

- Charges for services
- Operating grants and contributions
- Capital grants and contributions

Certain eliminations have been made as prescribed by GASB Statement No. 34 in regards to interfund activities, payables and receivables. All internal balances in the Statement of Net Assets have been eliminated except those representing balances between the governmental activities and the business-type activities, which are presented as internal balances and eliminated in the total primary government column. In the Statement of Activities, internal service fund transactions have been eliminated; however, those transactions between governmental and business-type activities have not been eliminated. The following interfund activities have been eliminated:

- Due to/from other funds
- Advances to/from other funds
- Transfers in/out

The City applies all applicable GASB pronouncements (including all NCGA Statements and Interpretations currently in effect), as well as the following pronouncements issued on or before November 30, 1989, to the business-type activities, unless those pronouncements conflict with or contradict GASB pronouncements: Financial Accounting Standards Board (FASB) Statements and Interpretations, Accounting Principles Board (APB) Opinions, and Accounting Research Bulletins (ARB) of the Committee on Accounting Procedure. The City applies all applicable FASB Statements and Interpretations. The government has elected not to follow subsequent private-sector guidance.

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, Continued

B. Basis of Accounting and Measurement Focus, Continued

Governmental Fund Financial Statements

Governmental fund financial statements include a Balance Sheet and a Statement of Revenues, Expenditures and Changes in Fund Balances for all major governmental funds and non-major funds aggregated. An accompanying schedule is presented to reconcile and explain the differences in fund balances and change in fund balances as presented in these statements to the net assets and change in net assets presented in the government-wide financial statements. The City has presented all major funds that met the applicable criteria. In addition, the City has presented certain funds as major funds because the City believes the financial position and activities of these funds are significant to the City as a whole. The following is a list of these major funds:

General Fund - The general fund was established to account for sources and uses of financial resources traditionally associated with governments, which are not required to be accounted for in another fund.

Gas Tax Special Revenue Fund - To account for revenue received from the State of California and other sources to be used for street maintenance and improvements only.

Park and Recreation Special Revenue Fund - To account for park and recreation facilities tax revenue to be used for planning, acquisition, improvements, or expansion of public parks, playgrounds, or other recreational facilities.

Certificates of Participation (COP) Debt Obligations Debt Service Fund - To account for the accumulation of resources and payment of long-term debt principal and interest for COP issues by the Public Facilities Financing Authority.

Capital Improvement Capital Projects Fund - To account for financial resources to be used for the purchase or construction of major capital improvements (other than those funded through proprietary or special revenue funds).

Redevelopment Agency Capital Projects Fund - To account for the economic revitalization and redevelopment of the City through acquisition and development of City property determined to be in declining condition.

All governmental funds are accounted for on a spending or "*current financial resources*" measurement focus and the modified accrual basis of accounting. Accordingly, only current assets and current liabilities are included on the Balance Sheet. The Statement of Revenues, Expenditures and Changes in Fund Balances presents increases (revenues and other financing sources) and decreases (expenditures and other financing uses) in net current assets. Under the modified accrual basis of accounting, revenues are recognized in the accounting period in which they become both measurable and available to finance expenditures of the current period.

Revenues are recorded when received in cash, except that revenues subject to accrual (generally 60 days after year-end) are recognized when due. The primary revenue sources, which have been treated as susceptible to accrual by the City, are property tax, sales tax, intergovernmental revenues and other taxes. Expenditures are recorded in the accounting period in which the related fund liability is incurred.

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, Continued

B. Basis of Accounting and Measurement Focus, Continued

Deferred revenues arise when potential revenues do not meet both the "measurable" and "available" criteria for recognition in the current period. Deferred revenues also arise when the government receives resources before it has a legal claim to them, as when grant monies are received prior to incurring qualifying expenditures. In subsequent periods, when both revenue recognition criteria are met or when the government has a legal claim to the resources, the deferred revenue is removed from the Balance Sheet and revenue is recognized.

The Reconciliation of the Governmental Fund Financial Statements to the Government-Wide Financial Statements is provided to explain the differences created by the integrated approach of GASB Statement No. 34.

Proprietary Fund Financial Statements

Proprietary fund financial statements include a Statement of Net Assets, a Statement of Revenues, Expenses and Changes in Fund Net Assets, and a Statement of Cash Flows for each major proprietary fund. The following is a list of the proprietary funds:

Wastewater Fund – To account for all sewer activities and treatment services provided to the City of San Buenaventura, including, but not limited to administration, operations, maintenance, laboratory, and debt service.

Water Fund – To account for all water activities and water treatment services provided to the City of San Buenaventura and some residents of the County. Such activities include but are not limited to administration, maintenance, distribution, customer service, production, purification, and debt service.

Golf Course Fund – To account for revenue and costs related to the operation of two municipal golf courses for use by the general public.

A separate column representing internal service funds is also presented in these statements; however, internal service balances and activities have been combined with the governmental activities in the government-wide financial statements. The following is a list of the internal service funds:

Information Technology Fund - To account for costs related to the replacement and maintenance of the City's computer infrastructure. Costs are recovered through a monthly user fee charged to City departments.

Fleet Maintenance Fund - To account for costs related to operations of the central fleet maintenance system, which provides vehicles for all City departments. Costs are recovered through a monthly user fee charged to City departments.

Facilities Maintenance Fund - To account for costs related to providing building maintenance services to all City departments. A monthly fee, based on square footage, is charged to City departments to recover these costs.

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, Continued

B. Basis of Accounting and Measurement Focus, Continued

Reproduction Services Fund - To account for costs related to printing and reproduction of materials by all City departments. Costs are recovered through a monthly fee charged to City departments using the service.

Workers' Compensation Fund - To account for costs and liabilities related to the Workers' Compensation Program. Costs are recovered through a monthly fee based on employee-type charges to City departments.

Employee Fringe Benefits Fund - To account for costs and liabilities related to health, life, dental and disability insurances, public employees' retirement system, federal and state taxes, association dues, leave time benefits and miscellaneous deductions paid by the City on behalf of the employees. A bi-weekly employee benefit charge, based on a percentage of gross payroll, is charged to City departments to recover these costs.

Risk Management Fund - To account for costs of providing public liability insurance coverage to operating funds. Costs are recovered from those funds that benefit from the insurance coverage.

Proprietary funds are accounted for using the "*economic resources*" measurement focus and the accrual basis of accounting. Accordingly, all assets and liabilities (whether current or non-current) are included on the Statement of Net Assets. The Statement of Revenues, Expenses and Changes in Fund Net Assets presents increases (revenues) and decreases (expenses) in total net assets. Under the accrual basis of accounting, revenues are recognized in the period in which they are earned while expenses are recognized in the period in which the liability is incurred.

Operating revenues in the proprietary funds are those revenues that are generated from the primary operations of the fund. All other revenues are reported as non-operating revenues. Operating expenses are those expenses that are essential to the primary operations of the fund. All other expenses are reported as non-operating expenses.

Fiduciary Fund Financial Statements

Fiduciary fund financial statements include a Statement of Fiduciary Assets and Liabilities. The City's fiduciary funds represent agency funds, which are custodial in nature (assets equal liabilities) and do not involve measurement of results of operations. Agency funds are reported using the accrual basis of accounting. The City currently reports one fiduciary fund detailed below:

Portobello Assessment District Fund - To account for the funds held in trust by the City as collected from property assessments to be used for payment of debt service on special assessment bonds issued to fund improvements and maintenance of the Portobello Canal.

C. Use of Restricted/Unrestricted Net Assets

When an expense is incurred for purposes for which both restricted and unrestricted net assets are available, the City's policy is to apply restricted net assets first.

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, Continued

D. Cash, Cash Equivalents and Investments

The City pools its available cash for investment purposes. The City's cash and cash equivalents are considered to be cash on hand, demand deposits, and short-term investments with original maturity of three months or less from the date of acquisition. Cash and cash equivalents are combined with investments and displayed as Cash and Investments.

In accordance with GASB Statement No. 31, *Accounting and Financial Reporting for Certain Investments and for External Investment Pools*, highly liquid market investments with maturities of one year or less at time of purchase are stated at amortized cost. Guaranteed investment contracts are stated at cost. All other investments are stated at fair value. Market value is used as fair value for those securities for which market quotations are readily available.

For purposes of reporting cash flows, the City considers each fund's share in the cash and investments pool to be cash and cash equivalents.

E. Restricted Cash and Investments

Certain restricted cash and investments are held by fiscal agents for the redemption of bonded debt and for acquisition and construction of capital projects. Cash and investments are also restricted for deposits held for others within the enterprise funds. The restricted cash and investments are separated from unrestricted cash and investments and displayed as Restricted Cash and Investments.

F. Inventories and Prepaid Items

Inventory is valued at cost using the first in, first out method. Inventory in the governmental funds consists of expendable supplies held for future consumption or capitalization. The cost is recorded as an expense as inventory items are consumed. Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepaid items.

G. Assets Held for Resale

Land and buildings held for resale are recorded at the lower of cost or estimated net realizable value, only determined upon the execution of a disposition and development agreement. Fund balances are reserved in amounts equal to the carrying value of land and buildings held for resale, because such assets are not available to finance the City's current operations.

H. Interfund Transactions

Activity between funds that is representative of lending/borrowing arrangements outstanding at the end of the fiscal year are referred to as either "due to/from other funds" (i.e., the current portion of interfund loans) or "advances to/from other funds" (i.e., the non-current portion of interfund loans). Any residual balances outstanding between the governmental activities and business-type activities are reported in the government-wide financial statements as "internal balances."

Advances to other funds, reported in the fund financial statements, are offset by a fund balance reserve account in applicable governmental funds to indicate that they are not available for appropriation and are not expendable available financial resources.

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, Continued

I. Capital Assets

The City's assets are capitalized at historical cost or estimated historical cost. City policy has set the capitalization threshold for reporting capital assets, including infrastructure assets, at $5,000. Gifts or contributions of capital assets are recorded at fair market value when received.

Depreciation is recorded on a straight-line basis over the useful lives of the assets as follows:

Buildings and Improvements	10 - 76 years
Improvements other than buildings	10 - 75 years
Machinery and Equipment	2 - 75 years
Infrastructure	5 - 50 years

In June 1999, the Governmental Accounting Standards Board (GASB) issued Statement No. 34, which requires the inclusion of infrastructure capital assets in local governments' basic financial statements. In accordance with Statement No. 34, the City has included the value of all infrastructure in the basic financial statements.

The City defines infrastructure as the basic physical assets that allow the City to function. These assets include the streets, water purification and distribution system, sewer collection and treatment system, park and recreation lands and improvement system, storm water conveyance system, and buildings combined with site amenities such as parking and landscaped areas used by the City in the conduct of its business. Each major infrastructure system can be divided into subsystems. For example, the street system can be subdivided into pavement, curb and gutters, sidewalks, medians, streetlights, traffic control devices (signs, signals and pavement markings), landscaping and land.

These subsystems are not delineated in the basic financial statements. The appropriate operating department maintains information regarding the subsystems.

Interest accrued during capital assets construction, if any, is capitalized for the business-type and proprietary funds as part of the asset cost.

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, Continued

J. Compensated Absences

The City accrues the cost of annual vacation leave as earned for all eligible employees.

The City accrues the cost of sick leave for all employees following ten (10) years of continuous City service, when employees become eligible for a payout of the balance of unused sick leave upon separation (resignation or retirement). The amount of payout varies by employee group as follows:

All police and fire unit employees are eligible to receive a sick leave payout based on the number of "credits" earned after ten years of service. Credits are earned by using less sick leave hours annually than the negotiated standard. Police unit employees with 1-19 credits receive a 25 percent payout, employees with 20 credits receive a 50 percent payout up to a maximum of 1,440 hours upon retirement. Fire unit employees with 1-19 credits receive a 25 percent payout, employees with 20 credits receive a 50 percent payout up to a maximum of 2,016 hours.

Fire unit employees shall contribute to the retirement health savings plan an amount equal to seventy-five percent (75%) of their leave payouts, which occur upon termination of employment. Employees will receive a cash payment for the remaining 25% of the leave payout.

Vacation and sick leave benefits are accrued and recorded in the Employee Fringe Benefits Internal Service Fund. Compensated absences are generally liquidated by the Internal Service Fund.

K. Long-Term Debt

In the government-wide financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities. Bond premiums and discounts, as well as issuance costs, are deferred and amortized over the life of the bonds. Bonds payable are reported net of the applicable bond premium or discount. Bond issuance costs are reported as deferred charges and amortized over the term of the related debt.

In the fund financial statements, governmental fund types recognize bond premiums and discounts, as well as bond issuance costs, during the current period. The face amount of debt issued is reported as other financial sources. Premiums received on debt issuances are reported as other financing sources while discounts on debt issuances are reported as other financing uses. Issuance costs, whether or not withheld from the actual debt proceeds received, are reported as debt service expenditures.

L. Interest Payable

In the government-wide financial statements, interest payable on long-term debt is recognized as the liability is incurred for governmental and business type activities.

In the fund financial statements, proprietary fund types recognize the interest payable when the liability is incurred.

M. Property Taxes

Property taxes are levied based on a fiscal year (July 1 – June 30). The property tax assessments are formally due on November 1 and February 1, and become delinquent after December 10 and April 10, respectively. Taxes become a lien on the property effective January 1 of the preceding year.

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, Continued

N. Net Assets

In the government-wide financial statements, net assets are classified in the following categories:

Invested in Capital Assets, net of Related Debt – This amount consists of capital assets net of accumulated depreciation and reduced by outstanding debt attributed to the acquisition, construction, or improvement of the assets.

Restricted Net Assets – This amount is restricted by external creditors, grantors, contributors, laws or regulations of other governments, enabling legislation, constitutional provisions.

Unrestricted Net Assets – This amount is all net assets that do not meet the definition of "invested in capital assets, net of related debt" or "restricted net assets."

O. Fund Balances - Reservations and Designations

In the fund financial statements, governmental funds report reservations of fund balances for amounts that are not available for appropriation or are legally restricted by outside parties for use for a specific purpose. Designations of fund balance represent tentative management plans that are subject to change.

P. Use of Estimates

The preparation of the basic financial statements, in conformity with generally accepted accounting principles, requires management to make estimates and assumptions. These estimates and assumptions affect the reported amounts of assets and liabilities and the disclosure of contingent assets and liabilities. In addition, estimates affect the reported amount of expenses. Actual results could differ from these estimates and assumptions.

2. CASH AND INVESTMENTS

A. Cash and Investments

Cash and investments as of June 30, 2008, are classified in the accompanying financial statements as follows:

Government-Wide Statement of net assets:	
Cash and investments	$ 141,320,138
Investment in bonds	775,000
Restricted cash and investments (held by bond trustee)	26,262,922
Fiduciary funds:	
Cash and investments	97,803
Total cash and investments	$ 168,455,863

2. CASH AND INVESTMENTS, Continued

A. Cash and Investments, Continued

Cash and investments as of June 30, 2008, consist of the following:

Cash on hand	$	26,321
Deposits with financial institutions		3,611,447
Investments		164,818,095
Total cash and investments	$	168,455,863

B. Investments Authorized by the California Government Code and the City's Investment Policy

The table below identifies the investment types that are authorized for the City by the California Government Code (or the City's investment policy, where more restrictive). The table also identifies certain provisions of the California Government Code (or the City's investment policy, where more restrictive) that address interest rate risk, credit risk, and concentration of credit risk. This table does not address investments of debt proceeds held by bond trustee that are governed by the provisions of debt agreements of the City, rather than the general provisions of the California Government Code or the City's investment policy.

Authorized Investment Type	Maximum Maturity	Maximum Percentage of Portfolio*	Maximum Investment in One Issuer
U.S. Treasury Obligations	5 years	None	None
U.S. Agency Securities	5 years	None	None
Banker's Acceptances	180 days	40%	30%
Commercial Paper	270 days	25%	10%
Negotiable Certificates of Deposit	5 years	30%	None
Certificates of Deposit	5 Years	N/A	None
Repurchase Agreements	90 days	N/A	N/A
Medium-Term Notes	5 years	30%	None
Money Market Mutual Funds	N/A	20%	10%
Municipal Debt	30 years	N/A	N/A
Local Agency Investment Fund (LAIF)	N/A	N/A	$40 million**

* Excluding amounts held by bond trustee that are not subject to California Government Code restrictions.

** Maximum investment is [illegible] component.

2. CASH AND INVESTMENTS, Continued

C. Investments Authorized by Debt Agreements

Investment of debt proceeds held by bond trustee are governed by provisions of the debt agreements, rather than the general provisions of the California Government Code or the City's investment policy. The table below identifies the investment types that are authorized for investments held by bond trustee. The table also identifies certain provisions of these debt agreements that address interest rate risk, credit risk, and concentration of credit risk.

Authorized Investment Type	Maximum Maturity	Maximum Percentage Allowed	Maximum Investment in One Issuer
U.S. Treasury Obligations	30 years	None	None
Money Market Mutual Funds	N/A	N/A	N/A
Guaranteed Investment Contract	30 years	N/A	N/A
Local Agency Investment Fund	N/A	N/A	None

D. Disclosures Relating to Interest Rate Risk

Interest rate risk is the risk that changes in market interest rates will adversely affect the fair market value of an investment. Generally, the longer the maturity of an investment, the greater the sensitivity of its fair value to changes in market interest rates. One of the ways that the City manages its exposure to interest rate risk is by purchasing a combination of shorter term and longer term investments and by timing cash flows from maturities so that a portion of the portfolio is maturing or coming close to maturity evenly over time, as necessary to provide the cash flow and liquidity needed for operations.

Information about the sensitivity of the fair values of the City's investments (including investments held by bond trustee) to market interest rate fluctuations is provided by the following table that shows the distribution of the City's investments by maturity:

		Remaining Maturity (in Months)			
Investment Type		12 Months or Less	13 to 24 Months	25-59 Months	> 60 Months
Federal Agency Securities	$ 78,027,823	$ 10,012,500	$ 5,098,450	$ 15,100,050	$ 47,816,823
Municipal Debt	775,000				775,000
Medium Term Notes	36,616,320		7,901,870	18,966,250	9,748,200
Local Agency Investment Fund	23,136,030	23,136,030			
Held by bond trustee:					
Money Market Funds	3,358,353	3,358,353			
Investment Contracts	19,887,176	18,485,843			1,401,333
Local Agency Investment Fund	2,183,088	2,183,088			
Federal Agency Securities	834,305				834,305
Total	$ 164,818,095	$ 57,175,814	$ 13,000,320	$ 34,066,300	$ 60,575,661

2. CASH AND INVESTMENTS, Continued

E. Disclosures Relating to Credit Risk

Generally, credit risk is the risk that an issuer of an investment will not fulfill its obligation to the holder of the investment. This is measured by the assignment of a rating by a nationally recognized statistical rating organization. The following presentation is the minimum rating required by (where applicable) the California Government Code, the City's investment policy, or debt agreements, and the actual rating as of year-end for each investment type:

Investment Type		Minimum Rating	Aaa/Baa [1]	Not Rated
Federal Agency Securities	$ 78,027,823	N/A	$ 78,027,823	
Municipal Debt	775,000	N/A		$ 775,000
Medium Term Notes	36,616,320	A	36,616,320	
Local Agency Investment Fund	23,136,030	N/A		23,136,030
Held by bond trustee:				
Federal Agency Securities	834,305	N/A		834,305
Money Market Funds	3,358,353	A	3,358,353	
Investment Contracts	19,887,176	N/A		19,887,176
Local Agency Investment Fund	2,183,088	N/A		2,183,088
Total	$ 164,818,095		$ 118,002,496	$ 46,815,599

1. The rating was with Moody's. Some of these rates were with S&P and Fitch.

Note: The City's investment in Washington Mutual MTN was the only security rated Baa, as of June 30, 2008. (See Note 19.)

See note 2F below for Federal Agency Securities by institution.

F. Concentration of Credit Risk

The investment policy of the City contains limitations on the amount that can be invested in any one issuer beyond that stipulated by the California Government Code. Investments in any one issuer that represent 5 percent or more of total City's investments are as follows:

Issuer	Investment Type	Reported Amount
Federal Home Loan Bank	Federal Agency Securities	$ 33,013,923
Federal Home Loan Mortgage Corp (FHLMC)	Federal Agency Securities	9,931,100
Federal Farm Credit Bank	Federal Agency Securities	35,082,800

2. CASH AND INVESTMENTS, Continued

G. Custodial Credit Risk

Custodial credit risk for *deposits* is the risk that, in the event of the failure of a depository financial institution, a government will not be able to recover its deposits or will not be able to recover collateral securities that are in the possession of an outside party. The custodial credit risk for *investments* is the risk that, in the event of the failure of the counterparty (e.g., broker-dealer) to a transaction, a government will not be able to recover the value of its investment or collateral securities that are in the possession of another party. The California Government Code and the City's investment policy do not contain legal or policy requirements that would limit the exposure to custodial credit risk for deposits or investments, other than the following provision for deposits: The California Government Code requires that a financial institution secure deposits made by state or local governmental units by pledging securities in an undivided collateral pool held by a depository regulated under state law (unless so waived by the governmental unit). The market value of the pledged securities in the collateral pool must equal at least 110 percent of the total amount deposited by the public agencies. California law also allows financial institutions to secure City deposits by pledging first trust deed mortgage notes having a value of 150 percent of the secured public deposits.

As of June 30, 2008, City investments in the following investment types were held by the safekeeping department of Bank of New York and the City uses other broker-dealers to buy the securities:

Investment Type	Reported Amount
Federal Agency Securities	$ 78,027,823

H. Investment in State Investment Pool

The City is a voluntary participant in the Local Agency Investment Fund (LAIF) that is regulated by California Government Code Section 16429 under the oversight of the Treasurer of the State of California. The fair value of the City's investment in this pool is reported in the accompanying financial statements at amounts based upon the City's pro-rata share of the fair value provided by LAIF for the entire LAIF portfolio (in relation to the amortized cost of that portfolio). The balance available for withdrawal is based on the accounting records maintained by LAIF, which are recorded on an amortized cost basis.

LAIF management has indicated that as of June 30, 2008, the amortized cost of the pool was $70,027,950,242 and the estimated fair value of the pool was $70,024,464,150. Included in the LAIF's investment portfolio are certain derivative securities or similar products in the form of structures notes, total $6,113.006 million and asset backed securities totaling $4,188.272 million.

3. LOANS AND NOTES RECEIVABLE

At June 30, 2008, loans and notes receivable consisted of the following:

	Balance July 1, 2007	Additions	Deletions	Balance June 30,2008
City Home	$ 104,256	$ -	$ -	$ 104,256
Chapel Lane Senior Housing Project	657,500	-	-	657,500
Business Assistance Program:				
Micro Loan	763,943	117,012	(182,180)	698,775
Code Compliance Assistance	168,428	51,569	(49,009)	170,988
Commercial Rehabilitation Loan	353,518	152,215	(137,743)	367,990
Economic Development Loan	597,620	31,016	(53,749)	574,887
City Officials	605,000	538,035	(27,011)	1,116,024
Redevelopment Agency:				
Disposition and Development Agreement - 1997	500,000	-	-	500,000
Homebuyer Assistance Program (RDA)	36,400	-	(33,900)	2,500
Working Artists Community	-	3,500,000	-	3,500,000
CHFA HELP Program Loan	23,474	-	(2,294)	21,180
Homebuyer Assistance Program (City)	374,651	255,938	-	630,589
Housing Preservation Program	1,520,851	688,732	(197,933)	2,011,650
Total	$ 5,705,641	$ 5,334,517	$ (683,819)	$ 10,356,339

A. City Home

The general purpose of the City Home program is to promote neighborhood stabilization, stimulate private reinvestment, and broaden affordable housing opportunities.

The Program is administered by the Housing Authority of San Buenaventura and provides deferred loans, to low-income residents who are first-time homebuyers, for down-payment assistance.

B. Chapel Lane Senior Housing Project

The project includes 38 one and two-bedroom units for senior low and very low-income households. The project has commercial space dedicated to the City's Housing Authority for office use.

C. Business Assistance Program

The interest rate will be fixed at the cost of City funds, plus two points. The borrower is responsible for repaying the entire loan, plus interest in a timely manner. The maximum term of the loan will not exceed 10 years. All loan programs must adhere to adopted Design Guidelines and Design Review Requirements where applicable.

There are four components to the Business Assistance Program:

Micro Loan Program - The primary goal of this program is to create jobs and support the growth and success of small businesses in San Buenaventura. This is a flexible program designed for existing and new small businesses. The minimum loan to any business is $10,000 with a maximum of $50,000.

3. LOANS AND NOTES RECEIVABLE, Continued

C. Business Assistance Program, Continued

Code Compliance Assistance Program - The Code Compliance Assistance Program is to support businesses with building code compliance requirements on existing commercial properties. This program is designed to encourage code compliance and public safety in conjunction with Inspection Services.

Commercial Rehabilitation Loan Program - The Commercial Rehabilitation Loan Program is designed to encourage revitalization and renovation of older commercial districts while promoting physical enhancement of commercial property. The program goal is to foster business growth or retention through a more conducive and marketable physical environment. Qualified property owners and businesses may be eligible to receive below market rate loans for façade, construction, or building renovation. This program is targeted to the Downtown Redevelopment Area and the Westside Revitalization Area.

Economic Development Loan Program – The Economic Development Loan Program is designed to encourage and facilitate business in Ventura in that the business will generate significant sales tax revenues for the City that can be applied to fund the many City facilities and services that benefit the Ventura community.

All loan programs must adhere to adopted Design Guidelines and Design Review requirements where applicable.

D. City Officials

The City Council has established mortgage assistance benefits by resolution because such benefits are recognized as an important tool to encourage key officials to live in the City. It also provides an added incentive to generate the most qualified pool of applicants for statewide and out-of-state recruitments.

The City has two loans outstanding for the purpose of mortgage assistance in the purchase of a home. The loans are secured by a deed of trust on the properties.

The following table summarizes the loan activity:

Date Issued	Original Amount of Loan	Term of Loan	Balance July 1, 2007	Additions	Deletions	Balance June 30, 2008
2003	$ 325,000	*	$ 325,000	$ -	$ -	$ 325,000
2007	280,000	*	280,000	-	-	280,000
2008	538,035	*	-	538,035	(27,011)	511,024
Total			$ 605,000	$ 538,035	$ (27,011)	$ 1,116,024

* The City's share of its equity interest in the Ventura Residences shall be due and payable in full: (1) immediately upon the sale of or other transfer of title to the Ventura Residence by Employee; (2) within 120 days of the Employee's termination for any reason whatsoever, or; (3) within 120 days of the termination of Employee's use of the Ventura Residence as a principal residence.

3. LOANS AND NOTES RECEIVABLE, Continued

E. Redevelopment Agency

Disposition and Development Agreement – 1997 - The Agency entered into a disposition and development agreement in October 1997 to loan $500,000 to a limited liability company to construct certain improvements on property within the Agency's Downtown Redevelopment Project Area. The loan is secured by a deed of trust and bears no interest. The total amount is due in October of 2012; however, the note can be forgiven upon the occurrence of certain events. The outstanding amount due to the Agency as of June 30, 2008, was $500,000.

Homebuyer Assistance Program (RDA) - The Agency enters into an agreement annually for the Homebuyer Assistance Program. The outstanding amount due to the Agency as of June 30, 2008, was $2,500.

Working Artists Community
In January 2008, the Agency loaned $1.5 million in proceeds from a CalHFA HELP loan to the WAV (Working Artists of Ventura) Apartments Partners at 3 percent simple interest for a term of 30 years. On February 1, 2008, the Agency entered into a construction agreement with WAV Apartments Partners to acquire property and build affordable housing designed for artists. As part of this agreement, the Agency loaned $2,000,000 at 5% simple interest to the WAV Apartments Partners for construction to be repaid the earlier of March 1, 2012 or thirty days after the sale or transfer of the last unit. The outstanding amount due to the Agency as of June 30, 2008, was $3.5 million.

CHFA HELP Loans
The primary goal of this program is for rental rehabilitation or seismic improvements of multifamily housing units in designated target areas. The City provided a 3 percent interest rate, fully amortizing loans for property rehabilitation to landlords for 15 to 30 years. Participating landlords agreed to fix maximum rents at fair market rates established for the HUD Section 8 Program during the term of the HELP Loan. Eligible developments must be occupied by a minimum of 51 percent low-income households, adjusted for family size, as defined by HUD, at the initiation of negotiations between the Landlord and the City. The outstanding balance as of June 30, 2008, was $21,180. The program is no longer active except for one existing loan.

F. Homebuyer Assistance Program (City) - The City entered into an agreement on September 13, 1999. The outstanding amount due to the City as of June 30, 2008, was $630,589.

G. Housing Preservation Program

Under the Housing Preservation Program (HPP), low interest loans are available to qualifying low and moderate-income households to rehabilitate single-family owner-occupied properties. Special hardship grants are also available on an urgent need basis to address immediate threats to health and safety. The outstanding amount as of June 30, 2008, was $2,011,650.

4. INTERFUND TRANSACTIONS

A. Fund Financial Statements

Advances to/from Other Funds

As of June 30, 2008, balances of advances to/from other funds were as follows:

Advances from other funds	Advances to other funds		
	General Fund	Public Art Fund	Total
Redevelopment Agency Capital Projects Fund	$ 14,069,892	$ 1,000,000	$ 15,069,892

The long-term advances consisted of the following:

	Balance 7/1/2007	Additions	Deletions	Balance 6/30/2008
Line of credit	$ 14,115,040	$ -	$ (45,148)	$ 14,069,892
Public Art Loan to Agency	-	1,000,000	-	1,000,000
	$ 14,115,040	$ 1,000,000	$ (45,148)	$ 15,069,892

The advances between the Agency and the City have been established through a cooperation agreement, first approved in 1980, describing the operation support provided to the Agency, and the terms and conditions for repayment of City loans or advances. In June 1992 and May 1997, a restated and amended cooperation agreement was adopted for the purpose of restructuring the financial aspects of the relationship. In 2004, an amended cooperation agreement was adopted to establish predictable revenue stream into the General Fund and accumulation of project funds for the Agency.

The 2004 amended agreement calls for: (1) the Agency to reimburse the City with interest payments of $500,000 to $707,765 through May 15, 2009, beginning May 15, 2005 with interest accruing at five percent on the total amount of principal owed by the agency to the City beginning July 1, 2004; (2) the Agency to reimburse the City with principal installments of $23,530 to $554,315 through May 15, 2028, beginning May 15, 2009, and to reimburse the City with a principal installment of $7,250,000 on June 30, 2009 through a new issuance of Tax Allocation Bonds; (3) in the event there is insufficient tax increment to make a debt payment, the Agency may request to defer that portion that cannot be paid in the current year to an upcoming year, any request shall be presented to City Council at a regular meeting, on or before June 30 of that year, and; (4) in the event the tax increments exceeds expenditures, including debt service and interest, the City and Agency agree to reconsider the debt schedule during the budget development to ensure that the accumulation of project funds does not adversely impact the General Fund.

The City may elect to reloan funds to the Agency, on an as-needed basis, through a line of credit, as described in the agreement. Currently, the City supports the Agency by making advances for project costs and administrative expenses and fully reserves the potential line of credit available in the City's General Fund. The outstanding line of credit balance at June 30, 2008, was $14,069,892. The Agency's liability with respect to the line of credit is also included in the City's General Fund in the basic fund financial statements.

4. **INTERFUND TRANSACTIONS, Continued**

A. Fund Financial Statements, Continued

The City's Public Art fund on January 26, 2008 loaned the Agency $1,000,000 at 5% compound interest for a term of 2 years for the WAV (Working Artists of Ventura) project. Payment of principal and all interest is due on January 26, 2010.

Due to/from Other Funds

As of June 30, 2008, balances of due to/from other funds were as follows:

	Due from other funds					
		Capital Projects		Internal Services		
Due to other funds	General Fund	Capital Improvement	Redevelopment Agency	Facilities Maintenance	Workers Compensation	Total
General fund	$ -	$ -	$ -	$ -	$ 2,596,413	$ 2,596,413
Certificates of participation Debt obligation	-	163,652	-	10,354	-	174,006
Other governmental funds	-	-	292,806	-	-	292,806
Golf course enterprise fund	4,427	-	-	-	-	4,427
Total	$ 4,427	$ 163,652	$ 292,806	$ 10,354	$ 2,596,413	$ 3,067,652

General Fund

Workers Compensation loan used for capital improvement projects.

Certificates of Participation Debt Obligation

Capital Improvement construction expenditures to be reimbursed next year with debt financing funds.

Other Governmental Funds

General Fund and Redevelopment Agency revenues used to fund the Home Match Program and to cover negative cash in Other Governmental Funds.

4. INTERFUND TRANSACTIONS, Continued

A. Fund Financial Statements, Continued

Transfers

Transfers for the year ended June 30, 2008, were as follows:

	Transfers In									
	Major Funds									
				Debt Service	Capital Projects Funds	Enterprise				
Transfers Out	General Fund	Gas Tax Special Revenue	Park and Recreation Special Revenue	Certificates of Participation Debt Obligation	Capital Improvement	Water	Golf Course	Internal Service Funds	Other Governmental Funds	Total
General Fund		$ 385,000	$ 2,000,000	$ 3,301,945	$ 900,001			$ 375,278	$ 487,597	$ 7,449,821
Special Revenue Funds:										
Gas Tax	256,048				70,000				8,448	334,496
Parks and Recreation	150,000									150,000
Debt Service Fund:										
Certificates of Participation-Debt Obligation					1,035,082		1,006,554	68,671		2,110,307
Capital Projects Funds:										
Redevelopment Agency									497,853	497,853
Enterprise Funds:										
Wastewater	195,602	59,070				840,954		92,594	11,898	1,200,118
Water	317,630	114,739						3,591	5,275	441,235
Golf Course	215,000			1,029,265						1,244,265
Other Governmental Funds	117,482	100,000						39,000		256,482
Internal Service Fund	635,000							500,000		1,135,000
Total	$ 1,886,762	$ 658,809	$ 2,000,000	$ 4,331,210	$ 2,005,083	$ 840,954	$ 1,006,554	$ 1,079,134	$ 1,011,071	$ 14,819,577

4. INTERFUND TRANSACTIONS, Continued

A. Fund Financial Statements, Continued

The transfers were for the following purposes:

General Fund transfers to:		
Gas Tax	$ 385,000	To provide funding for annual street maintenance projects.
Park and Recreation	2,000,000	To provide funding for the Community Park co-generation system.
Certificate of Participation Debt	3,301,945	For payment of the annual debt service requirements.
Capital Improvement	900,001	To provide funding for the purchase of the 505 Poli building, Surfers Point improvement project, and the Management Information System project.
Internal Service Funds	375,278	For future computer, vehicle and building replacement and increased retiree health insurance.
Other Governmental Funds	487,597	To provide funding for future annual debt service requirements and reimbursement of public safety expenditures.
	$ 7,449,821	
Gas Tax transfers to:		
General Fund	$ 256,048	For reimbursement of Gas Tax eligible expenditures.
Capital Improvement	70,000	For reimbursement of Construction In Progress expenditures.
Other Governmental Funds	8,448	For funding of future public art projects.
	$ 334,496	
Park and Recreation transfers to:		
General Fund	$ 150,000	For reimbursement of funding provided for improvement projects financed through prior debt financing.
	$ 150,000	
Certificate of Participation Debt Obligation transfers to:		
Capital Improvement	$ 1,035,082	For reimbursement of expenditures on improvement projects financed through debt financing.
Golf Course	1,006,554	For Golf Course improvement project expenditures financed through debt financing.
Internal Service Funds	68,671	For City Hall improvement project expenditures financed through debt financing.
	$ 2,110,307	

4. INTERFUND TRANSACTIONS, Continued

A. Fund Financial Statements, Continued

Transfers, Continued

Redevelopment Agency transfers to:		
Other Governmental Funds	$ 497,853	For payment of the annual debt service requirements.
Wastewater transfers to:		
General Fund	$ 195,602	Annual utility right-of-way payment.
Gas Tax	59,070	For reimbursement of Wastewater improvements completed in Gas Tax projects.
Water	840,954	For reimbursement of the Utility Billing Office expenditures shared by Wastewater.
Internal Service Funds	92,594	To provide funding for new vehicle purchases.
Other Governmental Funds	11,898	For funding of future public art projects.
	$ 1,200,118	
Water transfers to:		
General Fund	$ 317,630	Annual utility right-of-way payment.
Gas Tax	114,739	For reimbursement of Water improvements completed in Gas Tax projects.
Internal Service Funds	3,591	To provide funding for new vehicle purchases.
Other Governmental Funds	5,275	For funding of future public art projects.
	$ 441,235	
Golf Course transfers to:		
General Fund	$ 215,000	Annual land lease payment.
Certificate of Participation Debt Obligation	1,029,265	For payment of the annual debt service requirements.
	$ 1,244,265	
Other Governmental Funds transfers to:		
General Fund	$ 117,482	For administrative overhead expenditures related to the Maintenance Assessment Fund, the Housing and Community Block Grant Fund for the affordable housing program, and the Law Enforcement Fund.
Gas Tax Special Revenue	100,000	Return of prior funding of public art projects; project completed in the Gas Tax Fund.
Internal Service Funds	39,000	To provide funding for new vehicle purchases.
	$ 256,482	
Internal Service Funds transfers to:		
General Fund	$ 635,000	For reimbursement of funding provided for improvement projects financed through prior debt financing.
Other Internal Service Funds	500,000	For administrative overhead expenditures related to the Equipment Services Fund.
	$ 1,135,000	

5. LAND AND BUILDINGS HELD FOR RESALE

Balance July 1, 2007	Additions	Deletions	Balance June 30, 2008
$ 2,500,887	$ -	$ (1,960,007)	$ 540,880

Land and buildings held for resale are recorded at the lower of cost or estimated net realizable value, only determined upon the execution of a disposition and development agreement. The available fund balance is reserved in an amount equal to the carrying value of land and buildings held for resale because such assets are not available to finance the City's current operations. On February 1, 2008, land valued at $1,960,007 was transferred to the Working Artists of Ventura (WAV) Apartments Partners. The amount recorded as assets held for resale and the corresponding fund balance reserved as of June 30, 2008, was $540,880.

6. CAPITAL ASSETS

A. Government-Wide Financial Statements

At June 30, 2008, the City's capital assets consisted of the following:

	Government Activities	Business-Type Activities	Total
Non-depreciable assets:			
Land	$ 19,102,058	$ 483,478	$ 19,585,536
Water rights	-	1,221,838	1,221,838
Construction in progress	11,965,076	7,738,737	19,703,813
Total non-depreciable assets	31,067,134	9,444,053	40,511,187
Depreciable assets:			
Buildings and improvements	64,088,935	69,412,459	133,501,394
Improvements other than buildings	17,197,544	62,138,075	79,335,619
Machinery and equipment	44,180,566	129,550,327	173,730,893
Infrastructure	93,286,034	1,496,345	94,782,379
Total depreciable assets	218,753,079	262,597,206	481,350,285
Less accumulated depreciation for:			
Buildings and improvements	(23,104,242)	(19,135,019)	(42,239,261)
Improvements other than buildings	(4,687,786)	(28,392,733)	(33,080,519)
Machinery and equipment	(17,676,681)	(28,165,507)	(45,842,188)
Infrastructure	(62,833,668)	(73,157)	(62,906,825)
Total accumulated depreciation	(108,302,377)	(75,766,416)	(184,068,793)
Total depreciable assets, net	110,450,702	186,830,790	297,281,492
Total capital assets	$ 141,517,836	$ 196,274,843	$ 337,792,679

6. CAPITAL ASSETS, Continued

A. Government-Wide Financial Statements, Continued

The following is a summary of capital assets for governmental activities:

	Balance July 1, 2007	Additions	Transfers	Deletions	Balance June 30, 2008
Governmental Activities:					
Capital assets, not being depreciated:					
Land	$ 14,695,156	$ 4,406,902	$ -	$ -	$ 19,102,058
Construction in progress	15,489,645	15,542,652	-	(19,067,221)	11,965,076
Total capital assets, not being depreciated	30,184,801	19,949,554	-	(19,067,221)	31,067,134
Capital assets, being depreciated:					
Buildings and improvements	61,532,008	2,556,927	-	-	64,088,935
Improvements other than buildings	16,160,994	1,036,550	-	-	17,197,544
Machinery and equipment	36,868,438	7,701,293	439,672	(828,837)	44,180,566
Infrastructure	89,053,662	4,232,372	-	-	93,286,034
Total capital assets, being depreciated	203,615,102	15,527,142	439,672	(828,837)	218,753,079
Less accumulated depreciation for:					
Buildings and improvements	(21,726,495)	(1,377,747)	-	-	(23,104,242)
Improvements other than buildings	(4,024,743)	(663,043)	-	-	(4,687,786)
Machinery and equipment	(14,849,999)	(3,368,984)	(151,388)	693,690	(17,676,681)
Infrastructure	(61,278,256)	(1,555,412)	-	-	(62,833,668)
Total accumulated depreciation	(101,879,493)	(6,965,186)	(151,388)	693,690	(108,302,377)
Total capital assets, being depreciated, net	101,735,609	8,561,956	288,284	(135,147)	110,450,702
Total governmental activities	$ 131,920,410	$ 28,511,510	$ 288,284	$ (19,202,368)	$ 141,517,836

Depreciation expense in governmental activities for capital assets for the year ended June 30, 2008, was $6,965,186 and was allocated as follows:

General Government	$ 644,995
Human Resources	2,519
Finance and Technology	518,689
Community Development	101,050
Community Services	829,281
Police	857,312
Fire	587,077
Public Works	3,424,263
	$ 6,965,186

6. CAPITAL ASSETS, Continued

A. Government-Wide Financial Statements, Continued

The following is a summary of capital assets for business-type activities:

	Balance July 1, 2007	Additions	Transfers	Deletions	Balance June 30, 2008
Business-Type Activities:					
Capital assets, not being depreciated:					
Land	$ 483,478	$ -	$ -	$ -	$ 483,478
Water rights	1,221,838	-	-	-	1,221,838
Construction in progress	51,216,392	7,655,862	-	(51,133,517)	7,738,737
Total capital assets, not being depreciated	52,921,708	7,655,862	-	(51,133,517)	9,444,053
Capital assets, being depreciated:					
Buildings and improvements	50,084,875	19,327,584	-	-	69,412,459
Improvements other than buildings	61,332,504	805,571	-	-	62,138,075
Machinery and equipment	100,339,472	29,679,735	(439,672)	(29,208)	129,550,327
Infrastructure	55,329	1,441,016	-	-	1,496,345
Total capital assets, being depreciated	211,812,180	51,253,906	(439,672)	(29,208)	262,597,206
Less accumulated depreciation for:					
Buildings and improvements	(17,651,060)	(1,483,959)	-	-	(19,135,019)
Improvements other than buildings	(27,046,366)	(1,346,367)	-	-	(28,392,733)
Machinery and equipment	(22,836,156)	(5,506,448)	151,388	25,709	(28,165,507)
Infrastructure	-	(73,157)	-	-	(73,157)
Total accumulated depreciation	(67,533,582)	(8,409,931)	151,388	25,709	(75,766,416)
Total capital assets, being depreciated, net	144,278,598	42,843,975	(288,284)	(3,499)	186,830,790
Total business-type activities	$ 197,200,306	$ 50,499,837	$ (288,284)	$ (51,137,016)	$ 196,274,843

Depreciation expense in business-type activities for capital assets for the year ended June 30, 2008, is composed of the following:

Wastewater	$ 3,152,372
Water	4,339,938
Golf Course	917,621
Total depreciation expense	409,931

7. LEASES

A. Operating Leases

The City leases electric golf carts under three-year operating leases. Total costs for such leases were $70,060 for the year ended June 30, 2008. The future minimum lease payments for these leases are as follows:

Year Ending June 30	Amount
2009	$ 70,060
Total	$ 70,060

B. Capital Leases

The City entered into lease agreements in October 2004 and July 2006 as lessee for financing the acquisition of golf course maintenance equipment with a down payment of $26,595. These lease agreements qualify as capital leases for accounting purposes and therefore, have been recorded at the present value of the future minimum lease payments as of the inception date.

The assets acquired through capital leases are as follows:

	Business-Type Activities
Asset:	
Machinery and equipment	$ 992,066
Less: Accumulated depreciation	(142,655)
Total	$ 849,411

No new capital leases were acquired during fiscal year 2007-08. Decreases to Capital Leases Payable were as follows:

	Balance July 1, 2007	Additions	Deletions	Balance June 30, 2008	Classification: Amounts Due Within One Year	Classification: Amounts Due in More than One Year
Machinery and Equipment						
2004 Lease Agreement	$ 168,720	$ -	$ (111,511)	$ 57,209	$ 57,209	$ -
2006 Lease Agreement	412,318	-	(131,436)	280,882	137,351	143,531
Total Capital Leases Payable	$ 581,038	$ -	$ (242,947)	$ 338,091	$ 194,560	$ 143,531

7. LEASES, Continued

B. Capital Leases, Continued

The future minimum lease obligations and the net present value of these minimum lease payments as of June 30, 2008, are as follows:

Year Ending June 30	Business-Type Activities
2009	$ 207,940
2010	149,990
Total minimum payments	$ 357,930
Less: amount representing interest	(19,839)
Present value of minimum lease payments	$ 338,091

8. STATE WATER PROJECT

On July 6, 1971, the City executed a contract with the Casitas Municipal Water District (CMWD) for the allocation of fifty (50) percent of CMWD's annual entitlement of available water from the State of California Water Project. In turn, the City assumed the burden of costs, both past and future, in the same proportion. The City's share of existing costs as of the inception of the contract was covered by a contract payable over a twenty (20) year period at four (4) percent interest, and was paid as of June 30, 1990.

The agreement currently in effect runs through the fiscal year ending June 30, 2035, with the right to extend the agreement for continued service. Under this agreement, the City's share of current project costs is paid on an annual basis. This agreement allows the City the option to maintain its right to beneficial use of water from the State Water Line Project. The costs for this project are adjusted semiannually by the State and have been increasing annually. The City's investment (at cost) in the State Water Line Project at June 30, 2008, was $22,840,014, which excludes the actual cost of water from the project.

The City will depreciate these costs when it begins using water from the State of California Water Project.

9. LONG-TERM DEBT

A. Governmental Activities Long-Term Debt

The Summary of Changes in Long-Term Debt for Governmental Activities for the year ended June 30, 2008, is as follows:

	Balance July 1, 2007	Additions	Deletions	Balance June 30, 2008	Classification: Amounts Due Within One Year	Classification: Amounts Due in More than One Year
Governmental Activities:						
Refunding Lease Revenue Bonds	$ 3,455,000	$ -	$ (3,455,000)	$ -	$ -	$ -
Parking Structure Loan	1,853,857	-	(1,853,857)	-	-	-
CalHFA HELP Loan - 2008	-	1,500,000	-	1,500,000	-	1,500,000
Certificates of Participation - 2001 Series A	2,130,000	-	(175,000)	1,955,000	185,000	1,770,000
Certificates of Participation - 2001 Series C	14,835,000	-	(350,000)	14,485,000	365,000	14,120,000
Certificates of Participation - 2002 Series B	15,130,000	-	(1,205,000)	13,925,000	1,260,000	12,665,000
Certificates of Participation - 2002 Series D	14,735,000	-	(345,000)	14,390,000	355,000	14,035,000
Certificates of Participation - 2007 Series E	-	11,420,000	(395,000)	11,025,000	425,000	10,600,000
Tax Allocation Bonds - 2003	7,310,000	-	(250,000)	7,060,000	255,000	6,805,000
California Energy Commission 2004 Loan	185,914	-	(11,174)	174,740	11,639	163,101
California Energy Commission 2007 Loan	312,127	-	(64,037)	248,090	66,986	181,104
Subtotal governmental activities	59,946,898	12,920,000	(8,104,068)	64,762,830	2,923,625	$ 61,839,205
Claims and judgments payable (Note 12)	8,716,325	530,257	(2,937,773)	6,308,809	2,327,156	3,981,653
Compensated absences payable (Note 1J)	4,533,936	4,070,075	(3,750,563)	4,853,448	410,460	4,442,988
Total governmental activities	$ 73,197,159	$ 17,520,332	$ (14,792,404)	$ 75,925,087	$ 5,661,241	$ 70,263,846

CalHFA HELP Loan - 2008

The Agency entered into a loan agreement on December 21, 2007 with the California Housing Finance Agency (CALHFA) to borrow $1.5 million at a 3.5 percent interest rate for a term of 10 years for the WAV (Working Artists of Ventura) project. Payment of principal and all simple interest is due on the tenth anniversary of the agreement.

Certificates of Participation – 2001 Series A

Certificates of Participation in the amount of $2,925,000 were issued on December 1, 2001. The Certificates were issued to provide for: (1) the defeasance of $2,960,000 of the City of San Buenaventura 1987 Refunding Certificates of Participation (Capital Improvement Project); (2) to acquire debt service reserve surety bond for the Series A Certificates; and (3) to pay costs in connection with the execution and delivery of the Series A Certificates. The Certificates are due in annual principal installments of $145,000 to $255,000 through 2017. Interest rates range from 3.00 percent to 4.625 percent and is payable semi-annually on January 1 and July 1. Funding sources for the repayment are lease payments made by the City to the Public Facilities Financing Authority. The total amount outstanding as of June 30, 2008, was $ 1,955,000.

9. LONG-TERM DEBT, Continued

A. Governmental Activities Long-Term Debt, Continued

The annual debt service requirements for the 2001 Series A Certificates of Participation outstanding at June 30, 2008, were as follows:

Year Ending June 30	Principal	Interest	Total
2009	$ 185,000	$ 83,250	$ 268,250
2010	190,000	75,850	265,850
2011	200,000	68,012	268,012
2012	205,000	68,013	273,013
2013	215,000	51,813	266,813
2014-2017	960,000	110,656	1,070,656
Total	$ 1,955,000	$ 457,594	$ 2,412,594

Certificates of Participation – 2001 Series C

Certificates of Participation in the amount of $16,345,000 were issued on December 1, 2001. The Certificates were issued to provide for: (1) improvements to the Ventura Community Park, the City Hall Terra Cotta Restoration Project, heating and ventilation improvements to City Hall and city-wide street median improvement programs; (2) to acquire debt service reserve surety bond for the Certificates; and (3) to pay costs in connection with the execution and delivery of the Series C Certificates. The Certificates are due in annual principal installments of $210,000 to $1,025,000 through 2030. Interest rates range from 3.00 percent to 4.725 percent and is payable semi-annually on February 1 and August 1. Funding sources for the repayment are lease payments made by the City to the Public Facilities Financing Authority. The total amount outstanding as of June 30, 2008, was $14,485,000.

The annual debt service requirements for the 2001 Series C Certificates of Participation outstanding at June 30, 2008, were as follows:

Year Ending June 30	Principal	Interest	Total
2009	$ 365,000	$ 710,944	$ 1,075,944
2010	380,000	696,344	1,076,344
2011	395,000	680,669	1,075,669
2012	410,000	664,869	1,074,869
2013	430,000	646,419	1,076,419
2014-2018	2,480,000	2,901,293	5,381,293
2019-2023	3,130,000	2,251,738	5,381,738
2024-2028	3,975,000	1,409,438	5,384,438
2029-2031	2,920,000	311,850	3,231,850
Total	$ 14,485,000	$ 10,273,564	$ 24,758,564

9. LONG-TERM DEBT, Continued

A. Governmental Activities Long-Term Debt, Continued

Certificates of Participation – 2002 Series B

Certificates of Participation in the amount of $19,765,000 were issued on October 3, 2002. The Certificates were issued to provide funds for: (1) the defeasance of 1993 Refunding Certificates of Participation and related city lease payment obligations; (2) to acquire debt service reserve surety bond for the Series B Certificates; and (4) to pay certain costs incurred in connection with the execution and delivery of the Series B Certificates. The Certificates are due in annual principal installments of $255,000 to $1,885,000 through 2017. Interest rates range from 3.25 percent to 5.50 percent and is payable semi-annually on January 1 and July 1. Funding sources for the repayment are lease payments made by the City to the Public Facilities Financing Authority. The total amount outstanding as of June 30, 2008, was $13,925,000.

The annual debt service requirements for the 2002 Series B Certificates of Participation outstanding at June 30, 2008, were as follows:

Year Ending June 30	Principal	Interest	Total
2009	$ 1,260,000	$ 731,706	$ 1,991,706
2010	1,320,000	671,856	1,991,856
2011	1,385,000	605,856	1,990,856
2012	1,455,000	536,606	1,991,606
2013	1,525,000	463,856	1,988,856
2014-2017	6,980,000	983,038	7,963,038
Total	$ 13,925,000	$ 3,992,918	$ 17,917,918

Certificates of Participation – 2002 Series D

Certificates of Participation in the amount of $15,930,000 were issued on December 1, 2002. The Certificates were issued to provide funds for: (1) improvements to the Buenaventura Golf Course and the Olivas Park Golf Course; (2) to acquire debt service reserve surety bond for the Certificates; (3) to fund capitalized interest; and (4) to pay certain costs incurred in connection with the execution and delivery of the Certificates. The Certificates are due in annual principal installments of $215,000 to $980,000 through 2032. Interest rates range from 1.65 percent to 5.00 percent and is payable semi-annually on February 1 and August 1. Funding sources for the repayment are lease payments made by the City to the Public Facilities Financing Authority. The total amount outstanding as of June 30, 2008, was $14,390,000.

9. LONG-TERM DEBT, Continued

A. Governmental Activities Long-Term Debt, Continued

Certificates of Participation – 2002 Series D, Continued

The annual debt service requirements for the 2002 Series D Certificates of Participation outstanding at June 30, 2008, were as follows:

Year Ending June 30	Principal	Interest	Total
2009	$ 355,000	$ 675,009	$ 1,030,009
2010	365,000	663,293	1,028,293
2011	380,000	650,519	1,030,519
2012	390,000	636,269	1,026,269
2013	405,000	621,156	1,026,156
2014-2018	2,305,000	2,836,706	5,141,706
2019-2023	2,880,000	2,258,125	5,138,125
2024-2038	3,660,000	1,479,000	5,139,000
2029-2032	3,650,000	467,500	4,117,500
Total	$ 14,390,000	$ 10,287,577	$ 24,677,577

Certificates of Participation – 2007 Series E

On December 1, 2007, the City issued $11,420,000 in Certificates of Participation (Series E) with an average interest rate ranging from 3 percent to 4.5 percent to: (1) provide for the advance refunding of the $7,090,000 City of San Buenaventura Public Facilities Financing Authority 1995 Refunding Lease Revenue Bonds with an interest rate ranging from 4.55 percent to 5.75 percent and a principal balance of $3,455,000, (2) finance the acquisition of unencumbered fee title to a public parking structure, (3) finance certain public park improvements, (4) fund the Reserve Fund, and (5) pay certain costs incurred in connection with the execution and delivery of the Certificates. The net proceeds of $10.9 million (after payment of $436,000 in Original Issue Discount and Issuance Fees) were used to fund items 1-4 above. The Certificates were executed and delivered by and among the Bank of New York Trust Company, N.A. as Trustee. As a result, the 1995 Refunding Lease Revenue Bonds discussed in (1) above are considered to be defeased, and the liability for those bonds has been removed from the general long term debt account group. The City advance refunded the 1995 Bonds to reduce its total debt service payments over the next seven years by $576,120 and to obtain an economic gain (difference between the present values of the debt service payments on the old and new debt) of $113,500.

9. LONG-TERM DEBT, Continued

A. Governmental Activities Long-Term Debt, Continued

Certificates of Participation – 2007 Series E, Continued

The annual debt service requirements for the 2007 Series E Certificates of Participation outstanding at June 30, 2008, were as follows:

Year Ending June 30	Principal	Interest	Total
2009	$ 425,000	$ 482,819	$ 907,819
2010	435,000	469,431	904,431
2011	450,000	452,031	902,031
2012	470,000	434,031	904,031
2013	485,000	415,231	900,231
2014-2018	1,430,000	1,844,356	3,274,356
2019-2023	1,370,000	1,584,144	2,954,144
2024-2028	1,705,000	1,255,438	2,960,438
2029-2033	2,145,000	815,813	2,960,813
2034-2037	2,110,000	256,500	2,366,500
Total	$ 11,025,000	$ 8,009,794	$ 19,034,794

Tax Allocation Bonds – 2003

Tax Allocation Bonds in the amount of $8,000,000 were issued on June 1, 2003. The Bonds were issued to provide funds to (1) repay certain advances made by the City of San Buenaventura to the Agency; (2) fund a Reserve Account for the Bonds; and (3) pay costs of issuance of the Bonds. The Bonds are due in annual principal installments of $205,000 to $495,000 through 2028. Interest rates range from 2.00 percent to 4.25 percent and is payable semi-annually on February 1 and August 1. Funding sources for the repayment are tax revenue allocated to the Agency from the project area. The total amount outstanding as of June 30, 2008, was $7,060,000.

The annual debt service requirements for the 2003 Tax Allocation Bonds outstanding at June 30, 2008, were as follows:

Year Ending June 30	Principal	Interest	Total
2009	$ 255,000	$ 259,714	$ 514,714
2010	260,000	253,595	513,595
2011	270,000	246,464	516,464
2012	275,000	238,458	513,458
2013	285,000	230,058	515,058
2014-2018	1,555,000	1,000,585	2,555,585
2019-2023	1,875,000	679,991	2,554,991
2024-2028	2,285,000	250,381	2,535,381
Total	$ 7,060,000	$ 3,159,246	$ 10,219,246

9. LONG-TERM DEBT, Continued

A. Governmental Activities Long-Term Debt, Continued

California Energy Commission – 2004 Loan

On August 19, 2004, a low-interest loan was made with the California Energy Commission to install solar panels at the City's Sanjon Yard facility to reduce energy use. The loan has an interest rate of 3.95 percent and a thirteen-year repayment schedule with 27 equal payments of $9,457 and a final payment of $27,286.

The annual debt service requirements for the August 19, 2004, California Energy Commission loan outstanding at June 30, 2008, were as follows:

Year Ending June 30	Principal	Interest	Total
2009	$ 11,639	$ 6,789	$ 18,428
2010	12,103	6,325	18,428
2011	12,586	5,842	18,428
2012	13,074	5,354	18,428
2013	13,609	4,819	18,428
2014-2018	76,626	15,511	92,137
2019-2020	35,103	1,752	36,855
Total	$ 174,740	$ 46,392	$ 221,132

California Energy Commission – 2007 Loan

On October 13, 2006, a low-interest loan was made with the California Energy Commission to install energy efficient lights at various City facilities and energy efficient pumps and motors on the heating and cooling systems at City Hall and Police/Fire Headquarters. The loan has an interest rate of 4.5 percent and a six-year repayment schedule with 11 equal payments of $38,703.

The annual debt service requirements for the October 13, 2006, California Energy Commission loan outstanding at June 30, 2008, were as follows

Year Ending June 30	Principal	Interest	Total
2009	$ 66,986	$ 10,421	$ 77,407
2010	70,034	7,373	77,407
2011	73,221	4,186	77,407
2012	37,849	854	38,703
Total	$ 248,090	$ 22,834	$ 270,924

9. LONG-TERM DEBT, Continued

B. Long-Term Debt of Business-Type Activities and Proprietary Funds

The summary of changes in long-term debt of business-type activities for the year ended June 30, 2008, is as follows:

	Balance July 1, 2007	Additions	Deletions	Balance June 30, 2008	Classification: Amounts Due Within One Year	Classification: Amounts Due in More than One Year
Business-Type Activities:						
Wastewater Revenue Refunding Bonds	$ 23,800,000	$ -	$ (660,000)	$ 23,140,000	$ 680,000	$ 22,460,000
Less unamortized :						
Bond premium	228,540	-	(8,465)	220,075	-	220,075
Deferral on refunding	(584,127)	-	83,447	(500,680)	-	(500,680)
Wastewater Revenue Refunding Bonds, net	23,444,413	-	(585,018)	22,859,395	680,000	22,179,395
Water Revenue Refunding Bonds	25,500,000	-	(540,000)	24,960,000	550,000	24,410,000
Less unamortized :						
Bond premium	473,347	-	(33,811)	439,536	-	439,536
Deferral on refunding	(916,948)	-	65,496	(851,452)	-	(851,452)
Water Revenue Refunding Bonds, net	25,056,399	-	(508,315)	24,548,084	550,000	23,998,084
Safe Drinking Water Loan	20,000,000	-	(790,515)	19,209,485	809,521	18,399,964
Total business-type activities	$ 68,500,812	$ -	$ (1,883,848)	$ 66,616,964	$ 2,039,521	$ 64,577,443

Wastewater Refunding 2004 Bonds

Certificates of Participation in the amount of $25,075,000 were issued on December 16, 2004. The Certificates were issued to provide for: (1) the defeasance of $7,125,000 million of the City of San Buenaventura 1996 Wastewater Revenue Refunding Bonds; (2) finance improvements to the City's water reclamation facility upgrade; (3) fund a reserve fund for the Certificates; and (4) pay costs in connection with the execution and delivery of the Certificates. The Certificates are due in annual principal installments of $625,000 to $1,405,000 through 2034. Interest rates range from 2.50 percent to 5.00 percent and is payable semi-annually on September 1 and March 1. Funding sources for the repayment are lease payments made by the City to the Public Facilities Financing Authority. The total amount outstanding as of June 30, 2008, was $23,140,000.

Total Wastewater Revenue Refunding Bonds outstanding as of June 30, 2008, net of unamortized bond premium were as follows:

Principal outstanding at June 30, 2008	$ 23,140,000
Add unamortized bond premium	220,075
Less unamortized deferral on refunding	(500,680)
Net Bonds outstanding at June 30, 2008	$ 22,859,395

10. DEFERRED REVENUES

Deferred revenues at June 30, 2008, are reported as follows:

General Fund:	
Business license tax	$ 404,347
Recreational activities	360,592
Grants	29,958
Total General Fund	794,897
Special Revenue Funds:	
Gas Tax: Department of Transportation	406,408
Law Enforcement	43,945
Park & Rec Improvement	728,369
Total Special Revenue Funds	1,178,722
Capital Projects Funds:	
Capital Improvement:	
Olivas Adobe	32,907
Surfers Point	55,748
Total Capital Projects Funds	88,655
Total deferred revenues	$ 2,062,274

11. FUND BALANCES FOR GOVERNMENTAL FUNDS

A. Reservation and Designation of Fund Balances

Fund balances at June 30, 2008, for the governmental funds have been reserved and designated for the following purposes:

	Major Funds							
	General Fund	Gas Tax Special Revenue	Park and Recreation Special Revenue	Certificates of Participation Debt Obligation Debt Service	Capital Improvement Projects	Redevelopment Agency Capital Projects	Other Governmental Funds	Total Governmental Funds
Reserved:								
Encumbrances	$ 1,408,874	$ -	$ -	$ -	$ 779,634	$ 322,265	$ 356,288	$ 2,867,061
Petty cash	12,545	-	-	-	-	-	-	12,545
Advances to other funds	14,069,892	-	-	-	-	-	1,000,000	15,069,892
Prepaid items	756	-	-	-	-	-	-	756
Inventories	473,174	-	-	-	-	-	-	473,174
Assets held for resale	-	-	-	-	-	540,880	-	540,880
Loans and notes receivable	1,235,004	-	-	-	-	4,023,679	844,540	6,103,223
Investment in Portobello bonds	775,000	-	-	-	-	-	-	775,000
Debt service	-	-	-	2,420,492	-	-	5,925,372	8,345,864
Total reserved	17,975,245	-	-	2,420,492	779,634	4,886,824	8,126,200	34,188,395
Unreserved, designated:								
Contingencies	12,000,000	-	-	-	-	-	-	12,000,000
Special revenue funds	-	16,778,803	3,579,122	-	-	-	1,667,694	22,025,619
Capital projects funds	-	-	-	-	6,126,887	-	-	6,126,887
Other*	7,925,883	-	-	-	-	-	-	7,925,883
Total unreserved, designated	19,925,883	16,778,803	3,579,122	-	6,126,887	-	1,667,694	48,078,389
Unreserved, undesignated:								
General fund	199,613	-	-	-	-	-	-	199,613
Special revenue funds	-	3,297,803	2,936,287	-	-	-	195,236	6,429,326
Capital projects funds	-	-	-	-	1,245,567	(12,849,349)	1,392,801	(10,210,981)
Total fund balances	$ 38,100,741	$ 20,076,606	$ 6,515,409	$ 2,420,492	$ 8,152,088	$ (7,962,525)	$ 11,381,931	$ 78,684,742
*Other								
Police K-9	$ 30,391	$ -	$ -	$ -	$ -	$ -	$ -	$ 30,391
Available RDA	52,395	-	-	-	-	-	-	52,395
Downtown commercial rehab	437,577	-	-	-	-	-	-	437,577
Code compliance	137,016	-	-	-	-	-	-	137,016
RDA formation	200,000	-	-	-	-	-	-	200,000
Parking Lot Improvements	47,878	-	-	-	-	-	-	47,878
Housing preservation	538,494	-	-	-	-	-	-	538,494
VLF GAP Loan	607,854	-	-	-	-	-	-	607,854
Paramedics Program	749,346	-	-	-	-	-	-	749,346
Special Projects	622,526	-	-	-	-	-	-	622,526
Jobs Investment	4,502,407	-	-	-	-	-	-	4,502,407
Total other	$ 7,925,883	$ -	$ -	$ -	$ -	$ -	$ -	$ 7,925,883

11. FUND BALANCES FOR GOVERNMENTAL FUNDS, Continued

B. Deficit Fund Balance

For the year ended June 30, 2008, the following fund had a deficit fund balance:

Major Governmental Fund,	
Capital Projects Fund:	
Redevelopment Agency	$ 7,962,525

The Redevelopment Agency Capital Projects Fund had a fund deficit of $7,962,525 which will be reduced through the payments made to the advance from the City. The agency has developed a repayment schedule over the next 20 years.

C. Excess of Expenditures Over Appropriations

For the year ended June 30, 2008, expenditures exceeded appropriations in one special revenue fund: Street Lighting by $16,111. The over expenditures were funded by the use of fund balance in the General Fund.

12.. SELF-INSURANCE ACCRUED LIABILITIES

The City is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters. The City is self-insured for the first $500,000 in loss for each workers' compensation claim and the first $1,000,000 for each general liability claim and up to $25,000 for property damage claims. The City accounts for and finances its self-insured risks of loss in the Workers' Compensation Fund and Public Liability Fund. Excess insurance is purchased from commercial carriers for each workers' compensation and general liability claim losses in excess of the self-insured retention levels.

The outstanding claim liabilities in each of the self-insurance internal service funds are based on independent claims evaluation and also the results of separate actuarial studies and include amounts for claims incurred but not reported. Claims liabilities are calculated considering the effects of inflation, recent claim settlement trends including frequency and amount of payouts and other economic and social factors. The estimate of the claims liability also includes amounts for incremental claim adjustment expenses related to specific claims and other claim adjustment expenses regardless of whether allocated to specific claims. General and workers' compensation liabilities are carried at an actuarially determined rate. It is the City's practice to obtain full actuarial studies biannually for general liability and workers' compensation coverage. Premiums are charged by the internal service self-insurance funds using various allocation methods that include actual costs, trends in claims experience, claim severity and claims frequency. Revenues of the internal service self-insurance funds are expended to provide adequate resources to allay program administrative costs, preventative measures and to meet liabilities as they become due. Claims and judgments are generally liquidated by the internal service funds.

During the past three fiscal (claims) year, none of the above programs of protection have had settlements or judgments that exceeded pooled or insured coverage. There have been no significant reductions in pooled or insured liability coverage from coverage in the prior year.

12. SELF-INSURANCE ACCRUED LIABILITIES, Continued

The aggregate change in the balance of claims liabilities for the internal service self-insurance funds were as follows:

	June 30	
	2008	2007
Unpaid claims, beginning of year	$ 8,716,325	$ 8,138,646
Incurred claims and changes in estimates	530,257	6,576,081
Claim payments	(2,937,773)	(5,998,402)
Unpaid claims, end of year	$ 6,308,809	$ 8,716,325
Current portion	$ 2,327,156	$ 2,682,832
Noncurrent portion	3,981,653	6,033,493
Total claims and judgements payable	$ 6,308,809	$ 8,716,325

At June 30, 2008, total estimated claims payable were as follows:

General Liability	$ 1,215,483
Workers' Compensation	5,093,326
Total	$ 6,308,809

13. PENSION PLANS AND OTHER POST EMPLOYMENT BENEFITS (OPEB)

A. California Public Employees' Retirement Plan (PERS)

Plan Description - The City contributes to the California Public Employees' Retirement System (PERS), an agent multiple-employer public employee defined benefit pension plan. PERS provides retirement and disability benefits, annual cost-of-living adjustments, and death benefits to plan members and beneficiaries. PERS acts as a common investment and administrative agent for participating public entities within the State of California. Benefit provisions and all other requirements are established by state statute and city ordinance. Copies of PERS' annual financial report may be obtained from their Executive Office located at 400 P Street, Sacramento, California 95814.

Funding Policy - Active members are required by State statute to contribute 7 percent of their annual salary if a Miscellaneous member, and 9 percent if a Safety member. The City makes the required employee contributions for all Miscellaneous employees and Safety employees in the Fire, Fire Management, Police, Police Management and for the Fire Chief and Police Chief, which amounted to $3,737,496 for the year ended June 30, 2008 (Police Unit employees pay their own 9 percent). The City's employer required contributions rate for Safety employees was 28.22 percent and Miscellaneous was 9.28 percent for the fiscal year.

13. PENSION PLANS AND OTHER POST EMPLOYMENT BENEFITS (OPEB), Continued

A. California Public Employees' Retirement Plan (PERS), Continued

Annual Pension Cost - For 2007-2008, the City's annual pension cost of $8,211,264 for PERS was equal to the City's required and actual contributions. The required contribution was determined as part of the June 30, 2005, actuarial valuation using the entry age normal actuarial cost method. The actuarial assumptions included: (a) 7.75 percent investment rate of return (net of administrative expenses), (b) projected salary increases range from 3.25 percent to 14.45 percent for miscellaneous employees and 3.25 percent to 13.15 percent for safety employees depending on age, service, and type of employment, and (c) 2 percent per year cost-of-living adjustments. Both (a) and (b) included an inflation component of 3.0 percent. The actuarial value of PERS assets was determined using techniques that smooth the effects of short-term volatility in the market value of investments over a three-year period. PERS unfunded actuarial accrued liability (or surplus) is being amortized as a level percentage of projected payroll on a closed basis. These assumptions are the same that were used in computing the schedule of funding progress below in 2007. The amortization period at June 30, 2007, was 30 years for miscellaneous employees and 30 years for safety employees for prior and current service unfunded liability.

THREE-YEAR TREND INFORMATION FOR PERS

Fiscal Year	Annual Pension Cost (APC)	Percentage of APC Contributed	Net Pension Obligation
6/30/2006	$ 8,308,724	100%	$ -
6/30/2007	7,387,406	100%	-
6/30/2008	8,211,264	100%	-

A schedule of funding progress is presented below:

	Actuarial Valuation Date	Actuarial Asset Value	Entry Age Actuarial Accrued Liability	Underfunded (Overfunded) Actuarial Accrued Liability	Funded Ratio	Covered Payroll	Underfunded (Overfunded) Actuarial Liability as Percentage of Covered Payroll
Miscellaneous Employees Group	06/30/07	$ 146,995,928	$ 152,172,649	$ 5,176,721	96.6%	$ 28,321,428	18.3%
Safety Employees Group	06/30/07	166,852,027	210,348,900	43,496,873	79.3%	18,093,464	240.4%

The required schedule of funding progress immediately following the Notes to the financial statements presents multi-year trend information about whether the actuarial value of plan assets is increasing or decreasing over time relative to the actuarial accrued liability for benefits.

13. PENSION PLANS AND OTHER POST EMPLOYMENT BENEFITS (OPEB), Continued

B. Other Post Employment Benefits (OPEB)

The City agreed to pay a portion of the retirees' health care premiums through December 31, 2008, after which the City has no further OPEB obligations. As of June 30, 2008, the City has an estimated OPEB liability of $110,000, which has not been recorded in the financial statements. Health care premiums paid for retirees for fiscal year 2007-08 were $330,000.

14. JOINT VENTURE TRANSACTIONS

A. South Coast Area Transit

The City is a participant in a joint venture agreement with the cities of Port Hueneme, Ojai, Oxnard, and the County of Ventura for investment in a public bus transportation system, South Coast Area Transit (SCAT). As of June 30, 2008, the City held a 35.99 percent interest in SCAT based upon the number of service miles in the City. The City's net equity in SCAT accounted for under the equity method was $6,655,212 or 38.17 percent at June 30, 2008. The City's share of SCAT's net operating loss was $548,794 for the fiscal year ended June 30, 2008, and the City's share of SCAT's capital grants was $941,820 resulting in a net increase in equity in fiscal year 2007-2008 of $393,026. Complete separate financial statements are available from the SCAT office at 301 East Third Street, Oxnard, CA 93030.

15. COMMITMENTS AND CONTINGENCIES

A. Lawsuits in the Normal Course of Business

The City is presently involved in certain matters of litigation that have arisen in the normal course of conducting City business. City management believes, based upon consultation with the City Attorney, that these cases, in the aggregate, are not expected to result in a material adverse financial impact on the City. Additionally, City management believes that the City's insurance programs are sufficient to cover any potential losses should an unfavorable outcome materialize.

B. Agreement with Macerich Buenaventura Limited Partnership

The City entered into an agreement with Macerich Buenaventura Limited Partnership (Developer) for the development of Pacific View Mall (Mall), which is located within the City's boundaries. The Developer agreed to make improvements to the Mall in exchange for sales tax rebates. The improvements include three projects on-site, off-site, and transit facility improvements. Upon completion of the projects, the on-site and transit facility assets will be the property of the Developer. The off-site improvements are public domain assets and will be donated to the City by the Developer. The agreement provides for 80 percent sales tax revenue rebates to the Developer over a base amount calculated as average sales tax revenue before the improvements are made. Payments are to be made for twenty years, beginning February 1, 2001, or until a maximum dollar amount of $32,300,000 (for all three projects) has been dispersed, whichever comes first. Total payments made by the City as of June 30, 2008, were $5,795,095. If the twenty years has elapsed and the maximum dollar amount has not been reached, the Developer has the right to appeal for further payments for an additional two years. The City does have the option to prepay the maximum dollar amount. There is no minimum amount due and if sales tax revenues do not exceed the base level, the City's payments would be zero.

15. COMMITMENTS AND CONTINGENCIES, Continued

C. Federal and State Grant Programs

The City participates in several federal and state grant programs. These programs have been audited by the City's independent auditors in accordance with the provisions of the federal Single Audit Act, as amended, and applicable state requirements. No cost disallowances were proposed as a result of these audits; however, these programs are still subject to further examination by the grantors and the amount, if any, of expenditures, which may be disallowed by the granting agencies, cannot be determined at this time. The City expects such amounts, if any, to be immaterial.

As of June 30, 2008, in the opinion of City management, there were no additional outstanding matters that would have a significant effect on the financial position of the funds of the City.

16. RESTATEMENT OF NET ASSETS

Fund balance for the General fund is restated to include the net assets of the Paramedic fund, previously reported as an enterprise fund. The reason for this accounting change is that the Paramedic fund's activities do not meet the criteria for activities required to be reported as an enterprise fund in accordance with GASB Cod. Sec. 1300.109. The General fund subsidizes part of the cost of providing paramedic services, thus the services being provided are only partially funded by fees and charges. The subsidy is funded by general taxes and the related expenditures are recorded in the General fund. This being the case, the decision was made to incorporate both paramedic revenues and expenditures within the General fund.

	Governmental Activities	Business-Type Activities	General Fund
Net Assets/Fund Balance, Beginning of Year, as Previously Reported	$177,588,677	$214,780,954	$42,813,673
Adjustment for paramedics services	783,394	(783,394)	513,596
Net Assets/Fund Balance, Beginning of Year, Restated	$178,372,071	$213,997,560	$43,327,269

17. JOBS INVESTMENT FUND

During fiscal year 2007-08, the City entered into an agreement with DFJ Frontier Fund as a limited liability partner to invest $3 million over time in high-tech, start-up companies with potential throughout the state of California, excluding Silicon Valley. The purpose of this venture capital arrangement is to promote economic growth within the State. When these start-up companies sell after maturing, investors will receive a percentage of the equity based upon their investment. During fiscal year 2007-08, the City expended $450,000 of the $3 million set-aside for this purpose. The City has treated this as an expenditure rather than an investment.

In addition, the City set-aside $1.6 million for the Ventura Jobs Coinvestment Account with DFJ Frontier Fund to invest in high-tech, start-up companies within the City of Ventura. DFJ Frontier has agreed to match the City's contributions in funding these companies. No money has been invested in this account to date.

The City displays the money set-aside for the Jobs Investment Fund as unreserved, designated within the General Fund (see Note 11).

18. DEFERRED FEES

Due to the slowing California economy, the City entered into three agreements during fiscal year 2007-08 to defer approximately $2.4 million in planning and permitting fees for the following developer projects that would revitalize the downtown community:

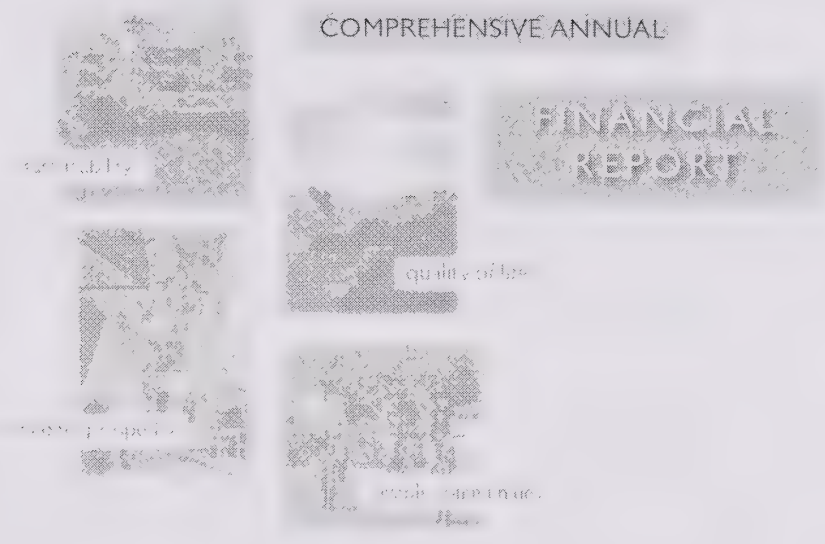
- Working Artists of Ventura (WAV) Apartments Partners - 69 units of rental housing restricted to low and very low income households ($1.4 million)
- The Olson Company - 172 residential condominium units ($826 thousand)
- Stajen Investments - 10 residential condominium units and 5,165 square feet of commercial space ($195 thousand)

The agreement with WAV consists of a repayment schedule of 55 years beginning in 2010. The agreements with Olson and Stajen expire December 31, 2008, if construction does not begin by then. Because of the long-term repayment schedule with WAV and the probability that Olson and Stajen will not go forward with their development projects due to the downturn in the economy, no receivables have been booked for these deferred fees.

19. SUBSEQUENT EVENTS

Regarding mortgage-backed securities, specifically FHLMC (Freddie Mac), the City held $10 million (par value), or 7.15% of the $140 million (par value) total City investment portfolio (excluding investments held by bond trustees) in Freddie Mac as of June 30, 2008. As of December 31, 2008, the City has $5 million remaining with a market value of $5,010,750. The FED bailout of FHLMC and FNMA during the month of September 2008 helped shore up the balance sheets of these two Agencies. The City does not hold any FNMA assets at this time.

As of June 30, 2008, the total par value of the City's investment portfolio (excluding Trustee) was $140.0 million with medium-term corporate notes accounting for 27.1 percent of the total portfolio. The market value of the City's portfolio was $138.6 million. Since June 30, 2008, financial markets have experienced a severe downturn affecting two of the City's medium-term corporate notes, Lehman Brothers and Washington Mutual. Both these securities went into default during the month of September 2008. At the close of December 31, 2008 the combined market value on the two securities in default was $475,500, bringing the market value on the City's $138.1 million par value portfolio to $128.8 million. The City is aggressively pursuing recovery of these two securities through bankruptcy proceedings and has joined with other California public agencies to request recovery of these troubled assets through the Emergency Economic Stabilization Act of 2008, Troubled Assets Relief Program (TARP).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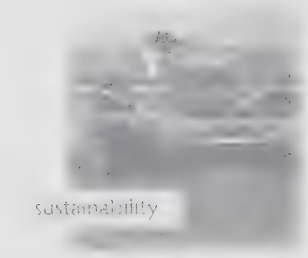
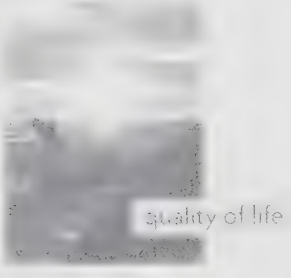
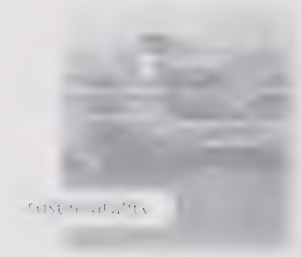
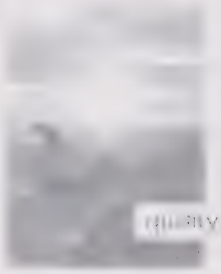
REQUIRED SUPPLEMENTARY INFORMATION





REQUIRED SUPPLEMENTARY INFORMATION





1. BUDGETARY INFORMATION

Through the budget, the City Council sets the direction of the City, allocates its resources and establishes its priorities. The Annual Budget assures the efficient and effective use of the City's economic resources, as well as establishing that the highest priority objectives are accomplished.

The Annual Budget serves the fiscal period July 1 to June 30 and is a vehicle that accurately and openly communicates these priorities to the community, businesses, vendors, employees, and other public agencies. Additionally, it establishes the foundation of effective financial planning by providing resource planning and controls that permit the evaluation and adjustment of the City's performance.

The City prepares a one-year budget. The annual budgets are adopted on a basis consistent with generally accepted accounting principles for the General, special revenue, and debt service funds. All annual appropriations expire at the end of the year. Capital projects funds adopt project-length plans.

The Finance and Technology Department, working with all operating departments and the City Manager, develops a preliminary budget. On or before May 1 each year, the City Manager transmits the proposed budget to the City Council. The proposed budget includes both the sources and types of funds for the proposed expenditures. The City Council conducts public hearings on the proposed budget prior to June 30. On or before July 1, the budget is adopted and enacted by the City Council.

The appropriated budget is prepared by fund, department and division. City department heads may make transfers of appropriations within their department. All transfers between departments require approval of the City Council. The legal level of budgetary control is at the department level for the General Fund and at the fund level for all other governmental funds. Appropriation revisions made during the year ended June 30, 2008, were not significant.

Encumbrance accounting is employed in governmental funds. Encumbrances (e.g., purchase orders, contracts) outstanding at year-end are reported as reservations of fund balances and do not constitute expenditures or liabilities. The commitments will be re-appropriated and honored in the subsequent year.

1. BUDGETARY INFORMATION, Continued

Following are the budget comparison schedules for the General Fund and all major special revenue funds.

Budget Comparison Schedule, General Fund

	Budgeted Amounts		Actual	Variance with Final Budget Positive
	Original	Final	Amounts	(Negative)
Fund balance, July 1	$ 43,327,269	$ 43,327,269	$ 43,327,269	$ -
Resources (inflows):				
Taxes	64,394,371	63,386,871	61,035,839	(2,351,032)
Licenses and permits	2,016,767	2,016,767	1,429,502	(587,265)
Intergovernmental	8,561,191	8,733,143	8,728,421	(4,722)
Charges for services	8,578,670	8,845,025	8,764,388	(80,637)
Fine and forfeitures	1,787,922	1,857,422	1,945,958	88,536
Use of money and property	4,008,552	4,024,056	4,002,037	(22,019)
Other revenue	1,926,521	3,182,780	2,823,121	(359,659)
Transfers from other funds	1,139,870	2,038,097	1,886,762	(151,335)
Amount available for appropriations	92,413,864	94,084,161	90,616,028	(3,468,133)
Charges to appropriations (outflows):				
General government	7,519,920	8,055,319	7,698,414	356,905
Human resources	2,057,382	2,092,190	1,923,705	168,485
Finance and technology	4,672,172	4,802,373	4,741,342	61,031
Community development	3,759,529	5,799,520	4,106,905	1,692,615
Community services	7,023,707	7,084,050	6,612,536	471,514
Public safety - police	28,374,574	28,627,201	28,657,300	(30,099)
Public safety - fire	17,788,430	18,534,742	18,391,152	143,590
Public works	16,567,133	18,067,477	15,864,637	2,202,840
Capital outlays	54,450	415,048	396,744	18,304
Transfers to other funds	7,901,558	7,494,682	7,449,821	44,861
Total charges to appropriations	95,718,855	100,972,602	95,842,556	5,130,046
Excess of resources over (under) charges to appropriations	(3,304,991)	(6,888,441)	(5,226,528)	1,661,913
Fund balance, June 30	$ 40,022,278	$ 36,438,828	$ 38,100,741	$ 1,661,913

1. BUDGETARY INFORMATION, Continued

Budget Comparison Schedule, Gas Tax Special Revenue Fund

	Budgeted Amounts		Actual	Variance with Final Budget Positive
	Original	Final	Amounts	(Negative)
Fund balance, July 1	$ 20,243,147	$ 20,243,147	$ 20,243,147	$ -
Resources (inflows):				
Taxes	1,200,000	1,200,000	1,071,942	(128,058)
Intergovernmental	8,025,944	12,787,172	6,667,218	(6,119,954)
Use of money and property	736,875	736,875	943,287	206,412
Other revenue	-	322,000	97,322	(224,678)
Transfers from other funds	500,000	1,181,676	658,809	(522,867)
Amount available for appropriations	10,462,819	16,227,723	9,438,578	(6,789,145)
Charges to appropriations (outflows):				
Capital outlays	12,292,113	24,776,588	9,270,623	15,505,965
Transfers to other funds	320,000	647,717	334,496	313,221
Total charges to appropriations	12,612,113	25,424,305	9,605,119	15,819,186
Excess of resources over (under) charges to appropriations	(2,149,294)	(9,196,582)	(166,541)	9,030,041
Fund balance, June 30	$ 18,093,853	$ 11,046,565	$ 20,076,606	$ 9,030,041

1. BUDGETARY INFORMATION, Continued

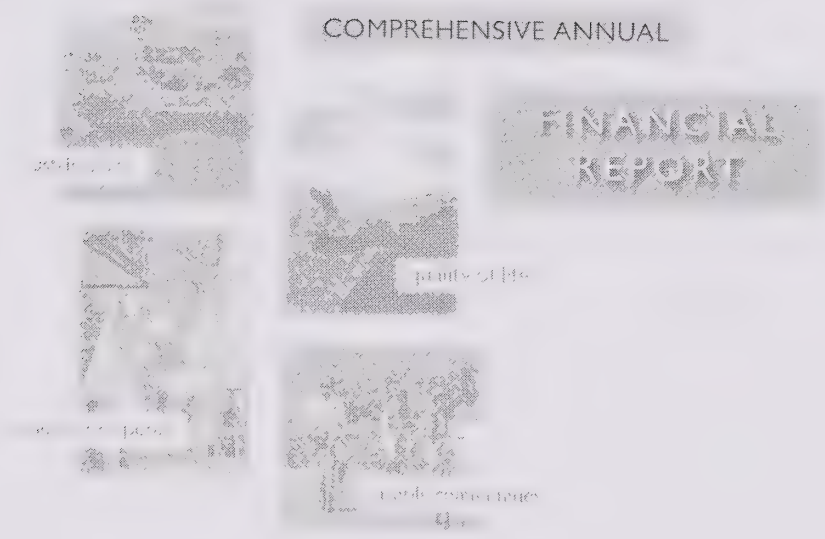
Budget Comparison Schedule, Park and Recreation Special Revenue Fund

	Budgeted Amounts		Actual	Variance with Final Budget Positive
	Original	Final	Amounts	(Negative)
Fund balance, July 1	$ 6,660,562	$ 6,660,562	$ 6,660,562	$ -
Resources (inflows):				
Taxes	250,000	250,000	69,891	(180,109)
Intergovernmental	751,369	751,369	-	(751,369)
Use of money and property	226,304	226,304	318,098	91,794
Other revenue	4,164,198	4,267,030	1,060,778	(3,206,252)
Transfers from other funds	2,000,000	2,000,000	2,000,000	-
Amount available for appropriations	7,391,871	7,494,703	3,448,767	(4,045,936)
Charges to appropriations (outflows):				
Capital outlays	9,785,699	11,901,779	3,443,920	8,457,859
Transfers to other funds	150,000	150,000	150,000	-
Total charges to appropriations	9,935,699	12,051,779	3,593,920	8,457,859
Excess of resources over (under) charges to appropriations	(2,543,828)	(4,557,076)	(145,153)	4,411,923
Fund balance, June 30	$ 4,116,734	$ 2,103,486	$ 6,515,409	$ 4,411,923

2. DEFINED BENEFIT PENSION PLAN

A schedule of funding progress for the most recent years available, three actuarial valuations are presented below.

	Actuarial Valuation Date	Actuarial Asset Value	Entry Age Actuarial Accrued Liability	Underfunded (Overfunded) Actuarial Accrued Liability	Funded Ratio	Covered Payroll	Underfunded (Overfunded) Actuarial Liability as Percentage of Covered Payroll
Miscellaneous	06/30/05	$125,279,173	$130,494,845	$5,215,672	96.0%	$26,050,824	20.0%
Employees Group	06/30/06	135,278,920	140,835,180	5,556,260	96.1%	25,720,303	21.6%
	06/30/07	146,995,928	152,172,649	5,176,721	96.6%	28,321,428	18.3%
Safety	06/30/05	144,323,263	182,825,796	38,502,533	78.9%	16,244,667	237.0%
Employees Group	06/30/06	155,610,705	195,725,315	40,114,610	79.5%	17,228,418	232.8%
	06/30/07	166,852,027	210,348,900	43,496,873	79.3%	18,093,464	240.4%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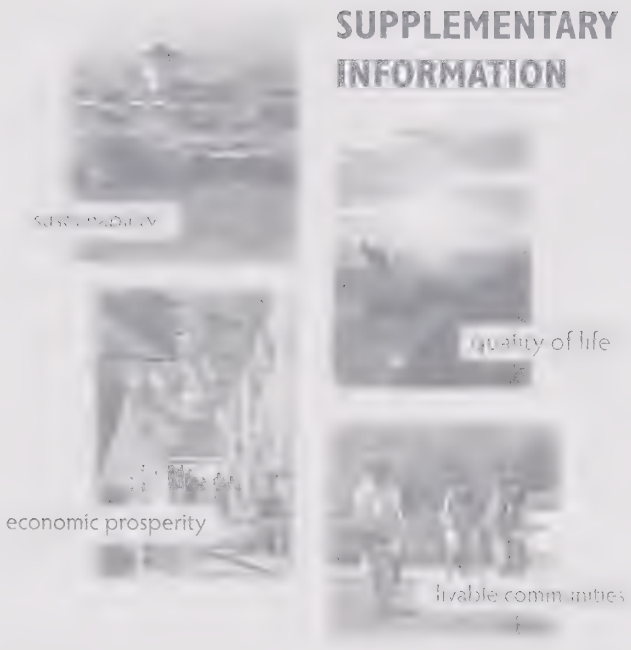


SUPPLEMENTARY INFORMATION

MAJOR
GOVERNMENTAL
FUNDS
sustainability
quality of life
economic prosperity

MAJOR GOVERNMENTAL FUNDS

Certificates of Participation (COP) Debt Obligations Fund – To account for the accumulation of resources and payment of long-term debt principal and interest for COP issues by the Public Facilities Financing Authority.

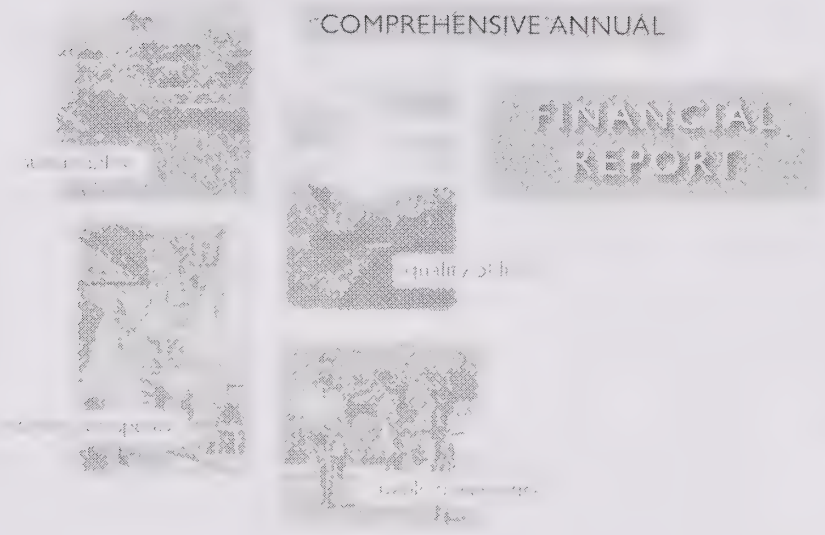
City of San Buenaventura

Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual

Certificates of Participation Debt Obligation Debt Service Fund

For the year ended June 30, 2008

	Budgeted Amounts		Actual	Variance with Final Budget Positive
	Original	Final	Amounts	(Negative)
Fund balance, July 1	$ 4,377,222	$ 4,377,222	$ 4,377,222	$ -
Resources (inflows):				
Use of money and property	79,375	79,375	193,656	114,281
Transfers from other funds	4,165,615	4,165,615	4,331,210	165,595
Amount available for appropriation	4,244,990	4,244,990	4,524,866	279,876
Charges to appropriations (outflows):				
Principal retirement	2,075,000	2,075,000	2,075,000	-
Interest and fiscal charges	2,169,990	2,169,990	2,296,289	(126,299)
Transfers to other funds	394,468	3,336,517	2,110,307	1,226,210
Total charges to appropriations	4,639,458	7,581,507	6,481,596	1,099,911
Excess of resources over (under) charges to appropriations	(394,468)	(3,336,517)	(1,956,730)	1,379,787
Fund balance, June 30	$ 3,982,754	$ 1,040,705	$ 2,420,492	$ 1,379,787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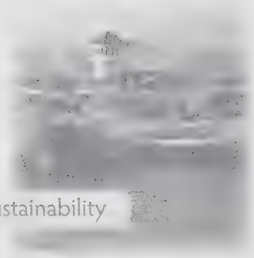
NON-MAJOR GOVERNMENTAL FUNDS



NON-MAJOR GOVERNMENTAL FUNDS

Supplemental Law Enforcement Services Fund – To account for the enactment of Assembly Bill 3229 in the California State Budget to be used for front-line municipal police services.

Law Enforcement Fund – To account for revenue and costs related to special narcotics investigations and for providing police services on a contractual basis to other entities.

Public Art Fund – To account for revenue and expenditures related to the City's Public Art Program.

Maintenance Assessment District Fund – To account for funds held in trust by the City as collected from property assessments to be used for maintenance for improvements such as landscape and lighting.

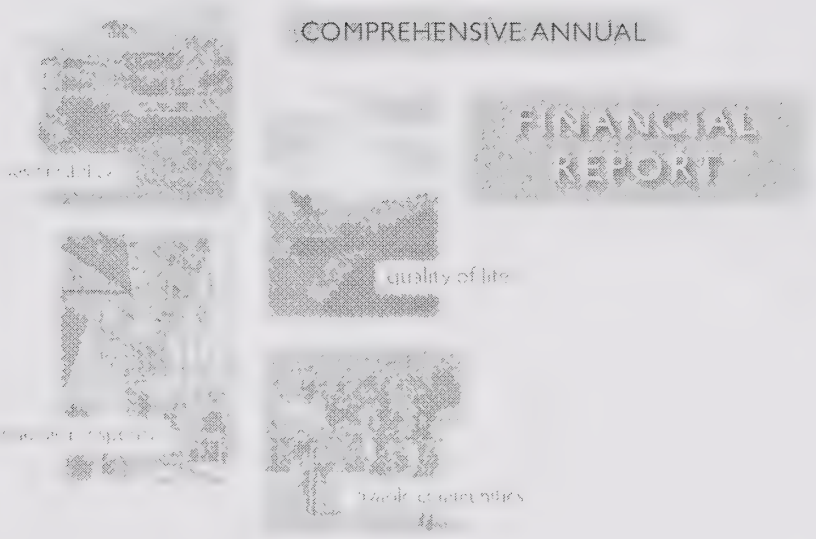
Street Lighting Fund – To account for street lighting revenue and expenditures for the City.

Municipal Improvement Revenue Bonds Fund – To account for the accumulation of resources and payment of long-term debt principal and interest for the parking structure leaseback and Revenue Refunding Bonds.

Redevelopment Agency Fund – To account for the accumulation of resources and payment of general long-term debt principal and interest by the Redevelopment Agency.

Housing and Community Development Block Grant Fund – To account for the revenue and expenditures related to Federal community development block grants.

Portobello Dredging Fund – To account for improvements and dredging of the Portobello Canal.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City of San Buenaventura
Combining Balance Sheet
Non-Major Governmental Funds
June 30, 2008

	Special Revenue			
	Supplemental Law Enforcement Services	Law Enforcement	Public Art	Maintenance Assessment District
ASSETS				
Assets:				
Cash and investments	$ -	$ 87,444	$ 1,657,231	$ 135,604
Restricted cash and investments	-	-	-	-
Accounts receivable, net	-	-	131	-
Due from others	-	-	-	11,867
Due from other governments	-	43,945	-	37
Loans and notes receivable	-	-	-	-
Advances to other funds	-	-	1,000,000	-
Total assets	$ -	$ 131,389	$ 2,657,362	$ 147,508
LIABILITIES AND FUND BALANCES				
Liabilities:				
Accounts payable	$ -	$ 8,909	$ 2,168	$ 9,738
Due to other funds	-	-	-	-
Due to other governments	-	-	-	-
Deferred revenue	-	43,945	-	-
Total liabilities	-	52,854	2,168	9,738
Fund Balances:				
Reserved:				
Encumbrances	-	5,569	-	3,000
Loans and notes receivable	-	-	-	-
Advances to other funds	-	-	1,000,000	-
Debt service	-	-	-	-
Unreserved, designated:				
Special revenue funds	-	12,500	1,655,194	-
Unreserved, undesignated				
Special revenue funds	-	60,466	-	134,770
Capital projects funds	-	-	-	-
Total fund balances	-	78,535	2,655,194	137,770
Total liabilities and fund balances	$ -	$ 131,389	$ 2,657,362	$ 147,508

Special Revenue	Debt Service		Capital Projects		
Street Lighting	Municipal Improvement Revenue Bonds	Redevelopment Agency	Housing and Community Development Block Grant	Portobello Dredging	Total Other Governmental Funds
$ 50,536	$ 2,875,172	$ -	$ 511,631	$ 1,244,491	$ 6,562,109
-	2,519,508	530,692	-	-	3,050,200
20,849	-	-	-	-	20,980
-	-	-	27,358	-	39,225
22,922	-	-	46,506	-	113,410
-	-	-	3,981,632	-	3,981,632
-	-	-	-	-	1,000,000
$ 94,307	$ 5,394,680	$ 530,692	$ 4,567,127	$ 1,244,491	$ 14,767,556
$ 94,307	$ -	$ -	$ 53,827	$ -	$ 168,949
-	-	-	292,806	-	292,806
-	-	-	2,879,925	-	2,879,925
-	-	-	-	-	43,945
94,307	-	-	3,226,558	-	3,385,625
-	-	-	347,719	-	356,288
-	-	-	844,540	-	844,540
-	-	-	-	-	1,000,000
-	5,394,680	530,692	-	-	5,925,372
-	-	-	-	-	1,667,694
-	-	-	-	-	195,236
-	-	-	148,310	1,244,491	1,392,801
-	5,394,680	530,692	1,340,569	1,244,491	11,381,931
$ 94,307	$ 5,394,680	$ 530,692	$ 4,567,127	$ 1,244,491	$ 14,767,556

City of San Buenaventura
Combining Statement of Revenues, Expenditures and Changes in Fund Balances
Non-Major Governmental Funds
For the year ended June 30, 2008

	Special Revenue			
	Supplemental Law Enforcement Services	Law Enforcement	Public Art	Maintenance Assessment District
REVENUES:				
Taxes	$ -	$ -	$ -	$ 475,127
Intergovernmental	206,693	265,060	-	-
Charges for services	-	-	-	-
Use of money and property	2,566	-	116,212	3,956
Total revenues	209,259	265,060	116,212	479,083
EXPENDITURES:				
Current:				
Public works	-	-	-	269,693
Public safety - police	408,556	363,430	-	-
Capital outlays	-	-	374,100	-
Debt service:				
Principal retirement	-	-	-	-
Interest and other charges	-	-	-	-
Total expenditures	408,556	363,430	374,100	269,693
REVENUES OVER (UNDER) EXPENDITURES	(199,297)	(98,370)	(257,888)	209,390
OTHER FINANCING SOURCES (USES):				
Issuance of certificates of participitation	-	-	-	-
Payment to refunded bond escrow agent	-	-	-	-
Transfers in	199,297	60,707	20,955	-
Transfers out	-	(47,863)	(100,000)	(74,619)
Total other financing sources (uses)	199,297	12,844	(79,045)	(74,619)
Net change in fund balances	-	(85,526)	(336,933)	134,771
FUND BALANCES:				
Beginning of year	-	164,061	2,992,127	2,999
End of year	$ -	$ 78,535	$ 2,655,194	$ 137,770

Special Revenue	Debt Service		Capital Projects		
Street Lighting	Municipal Improvement Revenue Bonds	Redevelopment Agency	Housing and Community Development Block Grant	Portobello Dredging	Total Other Governmental Funds
$ -	$ -	$ -	$ -	$ -	$ 475,127
-	-	-	694,764	-	1,166,517
876,604	-	-	-	-	876,604
3,740	277,638	21,042	24,162	16,331	465,647
880,344	277,638	21,042	718,926	16,331	2,983,895
1,088,808	-	-	-	-	1,358,501
-	-	-	-	-	771,986
-	-	-	1,089,430	16,086	1,479,616
-	2,248,857	250,000	-	-	2,498,857
-	5,777,159	269,133	-	-	6,046,292
1,088,808	8,026,016	519,133	1,089,430	16,086	12,155,252
(208,464)	(7,748,378)	(498,091)	(370,504)	245	(9,171,357)
-	11,420,000	-	-	-	11,420,000
-	(3,506,101)	-	-	-	(3,506,101)
227,593	-	497,853	4,666	-	1,011,071
-	-	-	(34,000)	-	(256,482)
227,593	7,913,899	497,853	(29,334)	-	8,668,488
19,129	165,521	(238)	(399,838)	245	(502,869)
(19,129)	5,229,159	530,930	1,740,407	1,244,246	11,884,800
$ -	$ 5,394,680	$ 530,692	$ 1,340,569	$ 1,244,491	$ 11,381,931

City of San Buenaventura

Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual

Supplemental Law Enforcement Services Special Revenue Fund

For the year ended June 30, 2008

	Budgeted Amounts		Actual	Variance with Final Budget Positive
	Original	Final	Amounts	(Negative)
Fund balance, July 1	$ -	$ -	$ -	$ -
Resources (inflows):				
Intergovernmental	165,000	165,000	206,693	41,693
Use of money and property	2,155	2,155	2,566	411
Transfer from other funds	256,639	256,639	199,297	(57,342)
Amount available for appropriation	423,794	423,794	408,556	(15,238)
Charges to appropriations (outflows):				
Public safety - police	423,794	423,794	408,556	15,238
Total charges to appropriations	423,794	423,794	408,556	15,238
Excess of resources over (under) charges to appropriations	-	-	-	-
Fund balance, June 30	$ -	$ -	$ -	$ -

City of San Buenaventura

Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual

Law Enforcement Special Revenue Fund

For the year ended June 30, 2008

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
Fund balance, July 1	$ 164,061	$ 164,061	$ 164,061	$ -
Resources (inflows):				
Intergovernmental	169,404	380,444	265,060	(115,384)
Use of money and property	26	-	-	-
Transfers from other funds	158,512	153,539	60,707	(92,832)
Amount available for appropriation	327,942	533,983	325,767	(208,216)
Charges to appropriations (outflows):				
Public safety - police	327,942	471,138	363,430	107,708
Capital outlays	-	14,982	-	14,982
Transfers to other funds	34,863	47,863	47,863	-
Total charges to appropriations	362,805	533,983	411,293	122,690
Excess of resources over (under) charges to appropriations	(34,863)	-	(85,526)	(85,526)
Fund balance, June 30	$ 129,198	$ 164,061	$ 78,535	$ (85,526)

City of San Buenaventura

Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual

Public Art Special Revenue Fund

For the year ended June 30, 2008

	Budgeted Amounts		Actual	Variance with Final Budget Positive
	Original	Final	Amounts	(Negative)
Fund balance, July 1	$ 2,992,127	$ 2,992,127	$ 2,992,127	$ -
Resources (inflows):				
Use of money and property	-	-	116,212	116,212
Transfers from other funds	-	20,955	20,955	-
Amount available for appropriation	-	20,955	137,167	116,212
Charges to appropriations (outflows):				
Capital outlays	1,601,137	1,580,484	374,100	1,206,384
Transfers to other funds	-	100,000	100,000	-
Total charges to appropriations	1,601,137	1,680,484	474,100	1,206,384
Excess of resources over (under) charges to appropriations	(1,601,137)	(1,659,529)	(336,933)	1,322,596
Fund balance, June 30	$ 1,390,990	$ 1,332,598	$ 2,655,194	$ 1,322,596

City of San Buenaventura

Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual

Maintenance Assessment District Special Revenue Fund

For the year ended June 30, 2008

	Budgeted Amounts		Actual	Variance with Final Budget Positive
	Original	Final	Amounts	(Negative)
Fund balance, July 1	$ 2,999	$ 2,999	$ 2,999	$ -
Resources (inflows):				
Taxes	433,461	485,961	475,127	(10,834)
Use of money and property	2,903	2,903	3,956	1,053
Amount available for appropriation	436,364	488,864	479,083	(9,781)
Charges to appropriations (outflows):				
Public works	372,634	425,134	269,693	155,441
Transfers to other funds	74,619	74,619	74,619	-
Total charges to appropriations	447,253	499,753	344,312	155,441
Excess of resources over (under) charges to appropriations	(10,889)	(10,889)	134,771	145,660
Fund balance, June 30	$ (7,890)	$ (7,890)	$ 137,770	$ 145,660

City of San Buenaventura

Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual

Street Lighting Special Revenue Fund

For the year ended June 30, 2008

	Budgeted Amounts		Actual	Variance with Final Budget Positive
	Original	Final	Amounts	(Negative)
Fund balance, July 1	$ (19,129)	$ (19,129)	$ (19,129)	$ -
Resources (inflows):				
Intergovernmental	7,600	7,600	-	(7,600)
Charges for services	875,447	875,447	876,604	1,157
Use of money and property	1,250	1,250	3,740	2,490
Transfers from other funds	155,040	188,400	227,593	39,193
Amount available for appropriation	1,039,337	1,072,697	1,107,937	35,240
Charges to appropriations (outflows):				
Public works	1,039,337	1,072,697	1,088,808	(16,111)
Total charges to appropriations	1,039,337	1,072,697	1,088,808	(16,111)
Excess of resources over (under) charges to appropriations	-	-	19,129	19,129
Fund balance, June 30	$ (19,129)	$ (19,129)	$ -	$ 19,129

City of San Buenaventura

Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual

Municipal Improvement Revenue Bonds Debt Service Fund

For the year ended June 30, 2008

	Budgeted Amounts		Actual	Variance with Final Budget Positive
	Original	Final	Amounts	(Negative)
Fund balance, July 1	$ 5,229,159	$ 5,229,159	$ 5,229,159	$ -
Resources (inflows):				
Use of money and property	246,107	246,107	277,638	31,531
Issuance of certificates of participation	800,000	11,420,000	11,420,000	-
Payment to refunded bond escrow agent	-	-	(3,506,101)	(3,506,101)
Amount available for appropriation	1,046,107	11,666,107	8,191,537	(3,474,570)
Charges to appropriations (outflows):				
Principal retirement	670,689	7,018,202	2,248,857	4,769,345
Interest and other charges	826,940	5,899,427	5,777,159	122,268
Total charges to appropriations	1,497,629	12,917,629	8,026,016	4,891,613
Excess of resources over (under) charges to appropriations	(451,522)	(1,251,522)	165,521	1,417,043
Fund balance, June 30	$ 4,777,637	$ 3,977,637	$ 5,394,680	$ 1,417,043

City of San Buenaventura

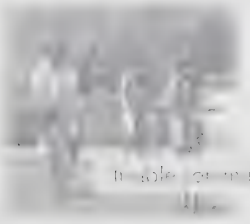
Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual

Redevelopment Agency Debt Service Fund

For the year ended June 30, 2008

	Budgeted Amounts		Actual	Variance with Final Budget Positive
	Original	Final	Amounts	(Negative)
Fund balance, July 1	$ 530,930	$ 530,930	$ 530,930	$ -
Resources (inflows):				
Use of money and property	20,100	20,100	21,042	942
Transfers from other funds	499,483	499,483	497,853	(1,630)
Amount available for appropriation	519,583	519,583	518,895	(688)
Charges to appropriations (outflows):				
Principal retirement	250,000	250,000	250,000	-
Interest and other charges	269,583	269,583	269,133	450
Total charges to appropriations	519,583	519,583	519,133	450
Excess of resources over (under) charges to appropriations	-	-	(238)	(238)
Fund balance, June 30	$ 530,930	$ 530,930	$ 530,692	$ (238)

INTERNAL SERVICE FUNDS



INTERNAL SERVICE FUNDS

Information Technology Fund – To account for costs related to the replacement and maintenance of the City's computer infrastructure. Costs are recovered through a monthly user fee charged to City departments.

Fleet Maintenance Fund – To account for costs related to operation of the central garage and fleet maintenance system, which provides vehicles and equipment for all City departments. Costs are recovered through a monthly user fee charged to City departments.

Facilities Maintenance Fund – To account for costs related to providing facility maintenance services to all City departments. A monthly fee, based on office square footage, is charged to City departments to recover these costs.

Reproduction Services Fund – To account for costs related to printing and reproduction of materials by all City departments. Costs are recovered through a monthly user fee charged to City departments using the service.

Workers' Compensation Fund – To account for costs and liabilities related to the Workers' Compensation Program. Costs are recovered through a monthly fee based on employee type charges to City departments.

Employee Benefits Fund – To account for costs and liabilities related to health, life, dental, and disability insurances, public employees' retirement system, federal and state taxes, association dues, leave time benefits, and miscellaneous deductions paid by the City on behalf of the employees. A bi-weekly employee benefit charge based on a percentage of gross payroll is charged to City departments to recover these costs.

Risk Management Fund – To account for costs of providing public liability insurance coverage to operating funds. Costs are recovered from those funds which benefit from the insurance coverage.

COMPREHENSIVE ANNUAL
FINANCIAL
REPORT

City of San Buenaventura
Combining Statement of Net Assets
Internal Service Funds
June 30, 2008

	Information Technology	Fleet Maintenance	Facilities Maintenance
ASSETS			
Current assets:			
Cash and investments	$ 1,365,504	$ 3,391,206	$ 2,186,565
Accounts receivable, net	-	27,400	1,516
Due from other funds	-	-	10,354
Due from others	-	-	-
Due from other governments	-	-	-
Prepaid items	25,300	-	-
Notes receivable	-	-	-
Total current assets	1,390,804	3,418,606	2,198,435
Noncurrent assets:			
Capital assets:			
Depreciable, net	146,588	7,891,259	170,342
Total assets	1,537,392	11,309,865	2,368,777
LIABILITIES			
Current liabilities:			
Accounts payable	91,294	252,084	236,093
Accrued payroll liabilities	-	-	-
Claims and judgments payable	-	-	-
Compensated absences payable	-	-	-
Long term debt - due within one year	-	-	78,625
Total current liabilities	91,294	252,084	314,718
Noncurrent liabilities:			
Claims and judgments payable	-	-	-
Compensated absences payable	-	-	-
Long term debt - due in more than one year	-	-	344,205
Total noncurrent liabilities	-	-	344,205
Total liabilities	91,294	252,084	658,923
NET ASSETS			
Invested in capital assets	146,588	7,891,259	170,342
Unrestricted	1,299,510	3,166,522	1,539,512
Total net assets	$ 1,446,098	$ 11,057,781	$ 1,709,854

Reproduction Services	Workers' Compensation	Employee Fringe Benefits	Risk Management	Total
$ 128,741	$ 7,718,713	$ 6,973,764	$ 5,072,905	$ 26,837,398
-	-	181,497	-	210,413
-	2,596,413	-	-	2,606,767
-	-	187,220	1,323	188,543
-	-	-	836,350	836,350
-	-	-	-	25,300
-	-	1,116,024	-	1,116,024
128,741	10,315,126	8,458,505	5,910,578	31,820,795
62,907	-	3,992	16,545	8,291,633
191,648	10,315,126	8,462,497	5,927,123	40,112,428
3,768	43,174	50,188	34,716	711,317
-	-	3,103,188	-	3,103,188
-	2,003,534	-	323,622	2,327,156
-	-	410,460	-	410,460
-	-	-	-	78,625
3,768	2,046,708	3,563,836	358,338	6,630,746
-	3,089,792	-	891,861	3,981,653
-	-	4,442,988	-	4,442,988
-	-	-	-	344,205
-	3,089,792	4,442,988	891,861	8,768,846
3,768	5,136,500	8,006,824	1,250,199	15,399,592
62,907	-	3,992	16,545	8,291,633
124,973	5,178,626	451,681	4,660,379	16,421,203
$ 187,880	$ 5,178,626	$ 455,673	$ 4,676,924	$ 24,712,836

City of San Buenaventura
Combining Statement of Revenues, Expenses and Changes in Fund Net Assets
Internal Service Funds
For the year ended June 30, 2008

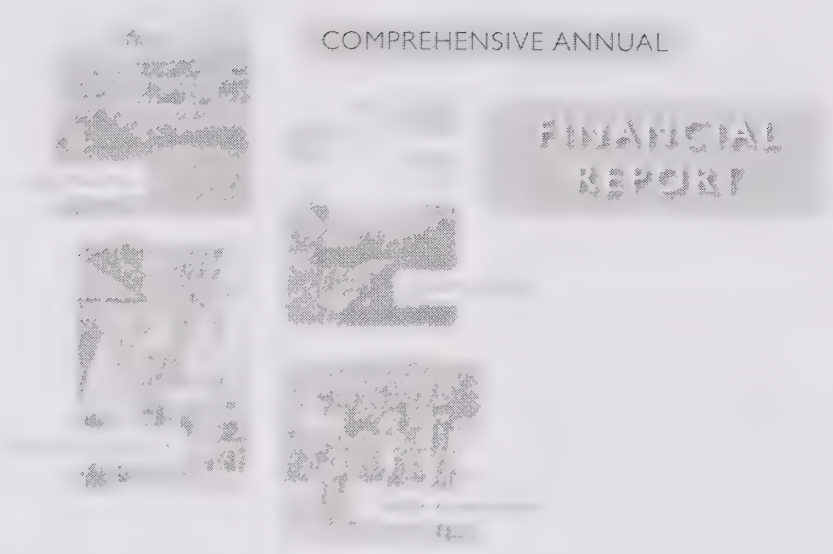
	Information Technology	Fleet Maintenance	Facilities Maintenance
OPERATING REVENUES:			
Internal service charges	$ 1,563,653	$ 4,065,813	$ 4,489,781
Other operating revenues	28,339	2,430	84,005
Total operating revenues	1,591,992	4,068,243	4,573,786
OPERATING EXPENSES:			
Salaries and benefits	603,043	1,008,021	1,137,707
Contractual services	314,092	58,980	1,228,541
Materials and supplies	224,415	1,639,080	520,041
General and administrative	336,216	148,627	1,562,122
Insurance premiums and settlements	-	669	-
Depreciation	38,181	1,402,130	18,519
Total operating expenses	1,515,947	4,257,507	4,466,930
OPERATING INCOME (LOSS)	76,045	(189,264)	106,856
NONOPERATING REVENUES (EXPENSES):			
Investment income	1,109	-	-
Interest expense	-	(13,521)	(28,214)
Total nonoperating revenues (expenses)	1,109	(13,521)	(28,214)
Income (loss) before transfers	77,154	(202,785)	78,642
Transfers in	-	650,046	209,088
Transfers out	-	-	-
Change in net assets	77,154	447,261	287,730
NET ASSETS:			
Beginning of year	1,368,944	10,610,520	1,422,124
End of year	$ 1,446,098	$ 11,057,781	$ 1,709,854

Reproduction Services	Workers' Compensation	Employee Fringe Benefits	Risk Management	Total
$ 298,779	$ 4,551,619	$ 20,886,698	$ 1,454,691	$ 37,311,034
-	79,951	1,647	749,938	946,310
298,779	4,631,570	20,888,345	2,204,629	38,257,344
209,369	209,442	895,250	202,867	4,265,699
43,878	503,839	115,670	483,317	2,748,317
52,138	30,945	746	143,009	2,610,374
23,067	282,339	14,420,743	33,537	16,806,651
-	965,812	5,712,286	232,896	6,911,663
17,727	-	566	1,596	1,478,719
346,179	1,992,377	21,145,261	1,097,222	34,821,423
(47,400)	2,639,193	(256,916)	1,107,407	3,435,921
-	-	48,215	-	49,324
(162)	(33,232)	(27,912)	(15,834)	(118,875)
(162)	(33,232)	20,303	(15,834)	(69,551)
(47,562)	2,605,961	(236,613)	1,091,573	3,366,370
-	-	220,000	-	1,079,134
-	(1,135,000)	-	-	(1,135,000)
(47,562)	1,470,961	(16,613)	1,091,573	3,310,504
235,442	3,707,665	472,286	3,585,351	21,402,332
$ 187,880	$ 5,178,626	$ 455,673	$ 4,676,924	$ 24,712,836

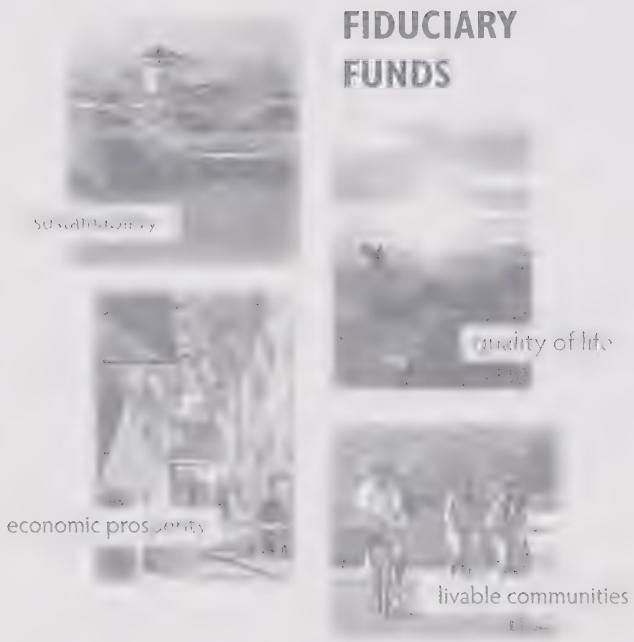
City of San Buenaventura
Combining Statement of Cash Flows
Internal Service Funds
For the year ended June 30, 2008

	Information Technology	Fleet Maintenance	Facilities Maintenance
CASH FLOWS FROM OPERATING ACTIVITIES:			
Cash received from customers/other funds	$ 1,563,653	$ 4,083,374	$ 4,514,185
Cash payments to suppliers for goods and services	(886,348)	(1,674,671)	(3,276,663)
Cash payments to employees for services	(603,043)	(1,008,021)	(1,137,707)
Insurance premiums and settlements	-	(669)	-
Other operating revenues	28,339	2,430	84,005
Net cash provided (used) by operating activities	102,601	1,402,443	183,820
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES:			
Employee housing loans made	-	-	-
Payment of employee housing loans	-	-	-
Payment of noncapital loans	-	-	(75,211)
Transfers to other funds	-	-	-
Transfers from other funds	-	650,046	209,088
Net cash provided (used) by noncapital financing activities	-	650,046	133,877
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES:			
Purchase of capital assets	(128,899)	(1,558,302)	(68,547)
Net cash (used) by capital and related financing activities	(128,899)	(1,558,302)	(68,547)
CASH FLOWS FROM INVESTING ACTIVITIES:			
Investment income, net	1,110	(13,521)	(28,213)
Net cash provided (used) by investing activities	1,110	(13,521)	(28,213)
Net increase (decrease) in cash and cash equivalents	(25,188)	480,666	220,937
CASH AND INVESTMENTS:			
Beginning of year	1,390,692	2,910,540	1,965,628
End of year	$ 1,365,504	$ 3,391,206	$ 2,186,565
RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES:			
Operating income (loss)	$ 76,045	$ (189,264)	$ 106,856
Adjustments to reconcile operating income (loss) to net cash provided (used) by operating activities:			
Depreciation	38,181	1,402,130	18,519
Changes in assets and liabilities:			
Accounts receivable	-	16,911	(94)
Due from other funds	-	-	24,498
Due from others	-	650	-
Due from other governments	-	-	-
Prepaid items	(25,300)	-	-
Accounts payable	13,675	172,016	34,041
Accrued payroll liabilities	-	-	-
Claims and judgments payable	-	-	-
Compensated absences payable	-	-	-
Total adjustments	26,556	1,591,707	76,964
Net cash provided (used) by operating activities	$ 102,601	$ 1,402,443	$ 183,820

Reproduction Services	Workers' Compensation	Employee Fringe Benefits	Risk Management	Total
$ 298,779	$ 4,751,654	$ 20,688,998	$ 1,099,729	$ 37,000,372
(134,808)	(778,932)	(14,520,536)	(663,447)	(21,935,405)
(209,369)	(209,442)	(895,250)	(202,867)	(4,265,699)
-	(2,151,180)	(4,823,613)	(1,455,044)	(8,430,506)
-	79,951	1,647	749,938	946,310
(45,398)	1,692,051	451,246	(471,691)	3,315,072
-	-	(525,000)	-	(525,000)
-	-	13,976	-	13,976
-	-	-	-	(75,211)
-	(1,135,000)	-	-	(1,135,000)
-	-	220,000	-	1,079,134
-	(1,135,000)	(291,024)	-	(642,101)
-	-	-	-	(1,755,748)
-	-	-	-	(1,755,748)
(162)	(33,232)	20,303	(15,834)	(69,549)
(162)	(33,232)	20,303	(15,834)	(69,549)
(45,560)	523,819	180,525	(487,525)	847,674
174,301	7,194,894	6,793,239	5,560,430	25,989,724
$ 128,741	$ 7,718,713	$ 6,973,764	$ 5,072,905	$ 26,837,398
$ (47,400)	$ 2,639,193	$ (256,916)	$ 1,107,407	$ 3,435,921
17,727	-	566	1,596	1,478,719
-	-	(82,804)	-	(65,987)
-	200,000	-	-	224,498
-	35	(114,896)	(281)	(114,492)
-	-	-	(354,681)	(354,681)
-	-	-	-	(25,300)
(15,725)	38,191	16,623	(3,584)	255,237
-	-	569,161	-	569,161
-	(1,185,368)	-	(1,222,148)	(2,407,516)
-	-	319,512	-	319,512
2,002	(947,142)	708,162	(1,579,098)	(120,849)
$ (45,398)	$ 1,692,051	$ 451,246	$ (471,691)	$ 3,315,072


COMPREHENSIVE ANNUAL
FINANCIAL
REPORT

FIDUCIARY
FUNDS
sustainability
quality of life
economic prosperity



Portobello Assessment District Fund – To account for the funds held in trust by the City as collected from property assessments to be used for payment of debt service on special assessment bonds issued to fund improvements and maintenance of the Portobello Canal.

City of San Buenaventura
Statement of Fiduciary Assets and Liabilities
Fiduciary Funds
June 30, 2008

	Agency Funds
	Portobello Dredging
ASSETS	
Cash and investments	$ 97,803
LIABILITIES	
Deposits held for others	$ 97,803

City of San Buenaventura
Statement of Changes in Assets and Liabilities
Fiduciary Funds
For the year ended June 30, 2008

	Balance July 1, 2007	Additions	Deductions	Balance June 30, 2008
Portobello Dredging				
Assets:				
Cash and investments	$ 93,462	$ 4,341	$ -	$ 97,803
Liabilities:				
Deposits held for others	$ 93,462	$ 4,341	$ -	$ 97,803

STATISTICAL SECTION

STATISTICAL SECTION

City of San Buenaventura
Index to the Statistical Section
For the year ended June 30, 2008

STATISTICAL SECTION — Page

Financial Trends

These schedules contain trend information to help the reader understand how the government's financial performance and well-being have changed over time.

A. Net Assets by Component – Last Seven Fiscal Years 101

B. Changes in Net Assets – Last Seven Fiscal Years 103

C. Fund Balances of Governmental Funds – Last Seven Fiscal Years 107

D. Changes in Fund Balances of Governmental Funds – Last Seven Fiscal Years 109

Revenue Capacity

These schedules contain information to help the reader assess the government's most significant local revenue source, the property tax.

A. Assessed Value and Estimated Actual Value of Taxable Property – Last Ten Fiscal Years 111

B. Direct and Overlapping Property Tax Rates – Last Ten Fiscal Years 112

C. Principal Property Taxpayers – Current Year and Nine Years Ago 114

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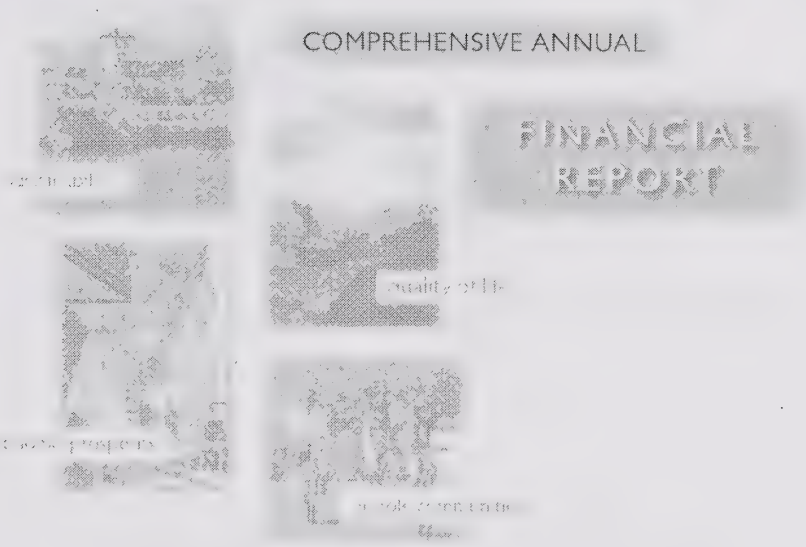
COMPREHENSIVE ANNUAL
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City of San Buenaventura
Net Assets by Component
Last Seven Fiscal Years
(accrual basis of accounting)

	Fiscal Year		
	2008	2007	2006
Governmental activities:			
Invested in capital assets, net of related debt	$ 80,359,775	$ 72,471,553	$ 61,243,588
Restricted	38,634,489	43,023,154	37,975,503
Unrestricted	60,090,236	62,093,970	72,493,990
Total governmental activities net assets	179,084,500	177,588,677	171,713,081
Business-type activities:			
Invested in capital assets, net of related debt	128,436,041	127,477,656	111,965,178
Restricted	58,901,995	58,695,479	61,527,419
Unrestricted	28,380,491	28,607,819	33,995,113
Total business-type activities net assets	215,718,527	214,780,954	207,487,710
Primary government:			
Invested in capital assets, net of related debt	208,795,816	199,949,209	173,208,766
Restricted	97,536,484	101,718,633	99,502,922
Unrestricted	88,470,727	90,701,789	106,489,103
Total primary government net assets	$ 394,803,027	$ 392,369,631	$ 379,200,791

The City of Ventura implemented GASB 34 for the fiscal year ended June 30, 2002. For comparison purposes, the City has elected to show the year beginning 2002.

Source: The Comprehensive Annual Financial Report.

Fiscal Year			
2005	2004	2003	2002
$ 50,801,739	$ 34,465,491	$ 25,439,081	$ 39,576,758
42,284,534	54,603,313	69,157,207	64,424,511
68,406,238	69,085,204	61,914,134	53,562,024
161,492,511	158,154,008	156,510,422	157,563,293
102,241,593	42,586,428	58,294,483	59,941,904
67,471,175	27,709,014	15,195,286	9,021,624
26,305,567	113,413,435	102,739,490	101,213,751
196,018,335	183,708,877	176,229,259	170,177,279
153,043,332	77,051,919	83,733,564	99,518,662
109,755,709	82,312,327	84,352,493	73,446,135
94,711,805	182,498,639	164,653,624	154,775,775
$ 357,510,846	$ 341,862,885	$ 332,739,681	$ 327,740,572

City of San Buenaventura
Changes in Net Assets
Last Seven Fiscal Years
(accrual basis of accounting)

	Fiscal Year			
	2008	2007	2006	2005
Expenses:				
Governmental activities:				
General government	$ 8,326,371	$ 8,886,145	$ 7,363,125	$ 6,328,043
Human resources	816,553	3,301,372	1,794,494	2,432,266
Finance and Technology	5,707,691	4,491,565	4,214,527	4,406,547
Community development	8,294,180	7,441,301	5,843,104	4,195,179
Community services	7,913,144	6,342,292	5,914,499	7,670,919
Public safety - police	28,193,355	27,092,687	26,149,759	24,818,010
Public safety - fire	18,632,555	16,325,884	15,259,270	15,090,774
Public works	20,915,867	14,143,598	16,523,873	17,314,971
Depreciation expense	-	-	-	-
Interest on long term debt	8,984,125	4,158,887	4,348,870	4,142,812
Total governmental activities expenses	107,783,841	92,183,731	87,411,521	86,399,521
Business type activities:				
Wastewater	15,511,917	13,513,120	11,348,681	11,087,744
Water	20,433,068	16,959,117	15,400,319	14,909,543
Golf course	5,623,585	4,631,771	3,379,722	2,197,409
Paramedic services	-	262,033	266,570	186,185
Total business type activities expenses	41,568,570	35,366,041	30,395,292	28,380,881
Total primary government expenses	149,352,411	127,549,772	117,806,813	114,780,402
Program revenues				
Governmental activities:				
Charges for services:				
General government	976,334	2,299,623	462,378	1,068,960
Human resources	143,389	135,020	144,571	132,194
Finance and Technology	1,533,533	1,334,412	1,114,838	966,173
Community development	1,116,341	965,890	911,326	585,546
Community services	2,407,263	2,622,700	2,196,637	1,703,281
Public safety - police	2,731,349	2,607,633	2,416,250	2,479,415
Public safety - fire	3,363,986	3,423,109	3,302,653	2,943,316
Public Works	3,117,258	2,727,757	2,449,364	2,695,192
Operating grants and contributions	12,396,400	11,424,210	13,773,429	12,862,866
Capital grants and contributions	2,847,097	2,827,598	1,445,341	2,275,542
Total governmental activities program revenues	30,833,750	30,367,752	28,216,787	27,715,485
Business type activities:				
Charges for services:				
Sewer and wastewater	16,868,806	15,450,227	14,744,570	14,042,047
Water	20,770,530	20,535,851	17,636,573	17,642,997
Golf course	4,942,555	3,988,836	3,207,831	2,764,339
Paramedic services	-	503,525	450,002	322,191
Operating grants and contributions	52,284	26,070	-	-
Total business type activities program revenues	42,634,175	40,504,509	36,038,976	34,771,573
Total primary government program revenues	73,467,925	70,872,261	64,255,763	62,487,058
Net (expense) revenue:				
Governmental activities	(76,950,091)	(61,815,979)	(59,194,734)	(58,684,036)
Business type activities	1,065,605	5,138,468	5,643,684	6,390,692
Total net (expense) revenue	(75,884,486)	(56,677,511)	(53,551,050)	(52,293,344)

Fiscal Year		
2004	2003	2002
$ 4,483,013	$ 2,440,653	$ 2,319,540
1,918,203	901,052	2,100,559
4,299,847	5,269,505	5,375,537
4,581,043	4,596,322	6,169,629
4,324,879	5,281,398	3,892,203
23,340,765	21,459,057	19,747,023
14,285,426	12,799,179	11,004,745
23,212,404	20,451,528	26,809,364
-	5,347,724	4,998,848
4,138,041	5,780,698	4,329,074
84,583,621	84,327,116	86,746,522
10,230,723	11,053,245	9,649,642
12,644,461	13,674,156	12,520,860
2,817,574	849,715	1,213,525
169,527	232,667	205,814
25,862,285	25,809,783	23,589,841
110,445,906	110,136,899	110,336,363
402,116	410,111	328,632
127,726	124,711	117,373
1,425,317	1,414,906	949,973
822,509	672,508	402,356
1,745,879	1,835,602	1,724,189
2,155,053	2,119,463	1,835,344
2,584,789	2,022,572	2,506,212
2,933,850	3,197,619	2,836,329
14,185,310	13,151,737	17,755,622
178,520	112,223	232,977
26,561,069	25,061,452	28,689,007
13,430,212	12,677,123	11,162,655
16,924,727	16,103,697	15,353,505
3,380,562	1,492,267	1,544,656
192,384	193,253	184,580
-	-	-
33,927,885	30,466,340	28,245,396
60,488,954	55,527,792	56,934,403
(58,022,552)	(59,265,664)	(58,057,515)
8,065,600	4,656,557	4,655,555
(49,956,952)	(54,609,107)	(53,401,960)

City of San Buenaventura
Changes in Net Assets
Last Seven Fiscal Years, Continued
(accrual basis of accounting)

	Fiscal Year			
	2008	2007	2006	2005
General revenues and other changes in net assets:				
Governmental activities:				
Taxes:				
Property taxes	23,783,852	22,182,764	20,216,123	18,800,820
Sales taxes	22,613,278	21,336,603	24,447,868	21,413,725
Utility users taxes	8,796,097	-	-	-
Transient lodging taxes	4,078,171	-	-	-
Franchise taxes	2,770,318	-	-	-
Other taxes	2,752,235	18,118,646	17,556,734	16,107,077
Grants & contributions not restricted to specific programs	-	-	-	-
Motor vehicle license - intergovernmental unrestricted	8,308,227	7,887,568	7,697,659	7,909,188
Investment income	3,329,387	3,976,243	2,568,014	2,330,922
Gain on sale of assets	2,960	969	914,131	28,567
Other general revenues	885	2,580	62,058	135,399
Transfers	1,038,110	86,987	(4,047,284)	(4,703,159)
Total govermental activities	77,473,520	73,592,360	69,415,303	62,022,539
Business-type activities:				
Investment income	2,573,463	3,133,456	2,182,407	1,216,607
Gain on sale of assets	-	-	-	-
Transfers	(1,038,110)	(86,987)	4,047,284	4,703,159
Total business-type activities	1,535,353	3,046,469	6,229,691	5,919,766
Total primary government	79,008,873	76,638,829	75,644,994	67,942,305
Changes in net assets				
Governmental activities:	712,429	11,776,411	10,220,569	3,338,503
Business-type activities:	1,720,967	7,293,244	11,469,375	12,309,458
Total primary government	$ 2,433,396	$ 19,069,655	$ 21,689,944	$ 15,647,961

The City of Ventura implemented GASB 34 for the fiscal year ended June 30, 2002.
For comparison purposes, the City has elected to show the year beginning 2002.

Source: The Comprehensive Annual Financial Report.

Fiscal Year		
2004	2003	2002
16,732,650	15,240,502	13,814,149
20,407,600	19,714,453	18,755,394
-	-	-
-	-	-
-	-	-
15,288,753	14,452,401	13,938,590
-	34,342	843,921
4,770,850	5,922,778	5,728,788
1,266,955	2,931,952	4,484,683
142,835	19,562	202,551
47,720	42,090	19,831
1,008,775	-	-
59,666,138	58,358,080	57,787,907
422,793	1,393,503	2,530,652
-	1,920	1,669
(1,008,775)	-	-
(585,982)	1,395,423	2,532,321
59,080,156	59,753,503	60,320,228
1,643,586	(907,584)	(269,608)
7,479,618	6,051,980	7,187,876
$ 9,123,204	$ 5,144,396	$ 6,918,268

City of San Buenaventura
Fund Balances of Governmental Funds
Last Seven Fiscal Years
(modified accrual basis of accounting)

	Fiscal Year			
	2008	2007	2006	2005
General fund:				
Reserved	$ 17,975,245	$ 18,783,034	$ 18,837,506	$ 17,352,143
Unreserved, designated	19,925,883	24,013,323	24,763,519	28,907,664
Unreserved, undesignated	199,613	17,316	3,965,697	2,386,387
Total general fund	38,100,741	42,813,673	47,566,722	48,646,194
All other governmental funds:				
Reserved	16,213,150	15,000,171	19,812,878	25,881,240
Unreserved, designated				
Reported in special revenue funds	22,025,619	17,575,235	11,956,497	15,385,351
Reported in capital project funds	6,126,887	6,277,234	8,591,515	6,128,690
Unreserved, undesignated:				
Reported in special revenue funds	6,429,326	12,443,532	13,971,840	9,416,759
Reported in capital project funds	(10,210,981)	(8,769,673)	(11,026,685)	(8,498,950)
Total all other governmental funds	$ 40,584,001	$ 42,526,499	$ 43,306,045	$ 48,313,090

The City of Ventura implemented GASB 34 for the fiscal year ended June 30, 2002.
For comparison purposes, the City has elected to show the year beginning 2002.

Source: The Comprehensive Annual Financial Report.

Fiscal Year		
2004	2003	2002
$ 17,004,738	$ 17,859,686	$ 40,574,782
26,009,715	32,025,719	11,715,924
4,085,445	174,963	644,613
47,099,898	50,060,368	52,935,319
35,734,823	44,459,376	31,888,154
20,801,758	22,981,747	28,854,043
8,643,217	9,504,999	8,043,479
7,741,802	7,751,988	1,011,279
(8,998,681)	(8,683,767)	(17,002,907)
$ 63,922,919	$ 76,014,343	$ 52,794,048

City of San Buenaventura

Changes in Fund Balances of Governmental Funds

Last Seven Fiscal Years

(modified accrual basis of accounting)

	Fiscal Year			
	2008	2007	2006	2005
Revenues:				
Taxes	$ 66,216,070	$ 66,434,879	$ 63,438,858	$ 59,388,852
Licenses and permits	1,429,502	1,880,019	1,780,881	1,579,719
Intergovernmental	17,710,064	16,011,106	14,339,327	15,485,211
Charges for services	9,896,330	8,987,034	9,029,969	7,287,355
Fines and forfeitures	1,945,958	1,865,739	1,802,109	1,820,848
Use of money and property	6,071,537	6,395,623	6,152,912	4,127,490
Other revenues	4,303,991	4,420,729	3,257,395	4,844,575
Total revenues	107,573,452	105,995,129	99,801,451	94,534,050
Expenditures:				
Current:				
General government	7,698,414	8,276,104	6,707,261	5,706,403
Human resources	1,923,705	1,867,800	2,597,156	2,402,167
Finance and Technology	4,741,342	4,357,976	4,039,047	4,308,317
Community development	7,302,655	4,284,899	3,249,855	3,360,216
Community services	6,612,536	6,066,137	5,780,510	5,825,207
Public safety - police	29,429,286	27,504,321	27,560,257	26,243,467
Public safety - fire	18,391,152	16,505,456	15,816,543	15,828,561
Public works	17,223,138	15,494,191	14,638,986	13,964,871
Capital outlays	18,305,935	18,894,966	14,167,948	21,175,816
Debt service:				
Principal retirement	4,573,857	2,885,689	2,864,960	2,748,074
Interest and other charges	9,048,333	4,199,188	4,382,321	4,174,214
Total expenditures	125,250,353	110,336,727	101,804,844	105,737,313
Revenues over (under) expenditures	(17,676,901)	(4,341,598)	(2,003,393)	(11,203,263)
Other financing sources (uses):				
Proceeds from long-term debt	9,413,899	-	-	-
Transfers in	11,892,935	18,084,380	10,686,822	16,914,994
Transfers out	(10,798,959)	(19,275,377)	(14,769,946)	(19,775,264)
Total other financing sources (uses)	10,507,875	(1,190,997)	(4,083,124)	(2,860,270)
Net change in fund balances	$ (7,169,026)	$ (5,532,595)	$ (6,086,517)	$ (14,063,533)
Debt service as a percentage of noncapital expenditures	14.0%	8.4%	9.0%	8.9%

The City of Ventura implemented GASB 34 for the fiscal year ended June 30, 2002.
For comparison purposes, the City has elected to show the year beginning 2002.

Source: The Comprehensive Annual Financial Report.

Fiscal Year		
2004	2003	2002
$ 55,517,938	$ 52,312,822	$ 50,028,459
1,337,911	1,124,381	1,376,203
10,541,690	13,496,819	17,297,587
7,736,141	7,073,747	6,191,081
1,734,950	1,568,361	1,396,161
3,355,993	5,065,327	7,069,728
3,672,874	2,733,981	2,255,820
83,897,497	83,375,438	85,615,039
3,964,093	2,458,220	2,310,890
2,163,885	2,365,650	2,109,414
4,117,355	5,674,665	5,479,850
2,953,387	2,942,465	6,203,649
5,575,664	5,195,320	5,108,660
24,352,859	21,698,793	20,926,224
14,878,097	12,913,181	11,430,213
13,205,851	12,636,440	12,172,611
22,230,168	14,605,554	16,837,363
2,371,232	21,221,361	4,340,689
4,130,575	5,013,445	3,868,494
99,943,166	106,725,094	90,788,057
(16,045,669)	(23,349,656)	(5,173,018)
-	43,695,000	19,512,872
13,465,071	31,800,410	13,256,029
(12,471,296)	(31,800,410)	(13,256,029)
993,775	43,695,000	19,512,872
$ (15,051,894)	$ 20,345,344	$ 14,339,854
9.1%	39.8%	12.5%

City of San Buenaventura

Assessed Value and Estimated Actual Value of Taxable Property

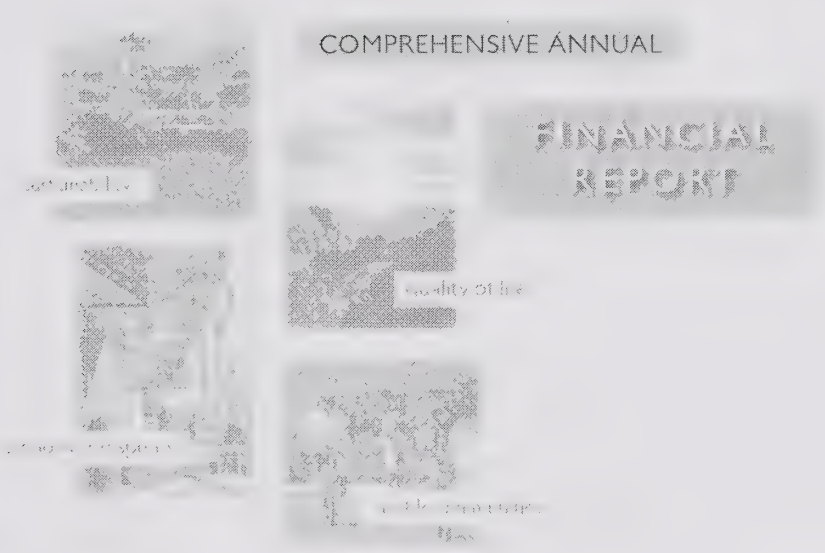
Last Ten Fiscal Years

(in thousands of dollars)

Fiscal Year Ended June 30	City				Redevelopment Agency				Total Direct Tax Rate
	Local Secured	Utility	Unsecured	Taxable Assessed Value	Secured	Unsecured	Less: Exemptions	Taxable Assessed Value	
1999	$ 5,378,633	$ 1,732	$ 387,289	$ 5,767,654	$ 150,436	$ 21,843	$ (581)	$ 171,698	0.178%
2000	5,660,835	1,481	413,024	6,075,340	166,565	23,153	(573)	189,145	0.174%
2001	6,131,888	3,595	423,582	6,559,065	174,581	21,962	(566)	195,977	0.167%
2002	6,687,434	3,626	579,842	7,270,902	192,306	25,963	(630)	217,639	0.162%
2003	7,273,077	5,594	580,029	7,858,700	209,337	27,155	(630)	235,862	0.166%
2004	7,970,154	1,207	474,987	8,446,348	234,799	24,575	(707)	258,667	0.168%
2005	8,685,289	1,363	510,098	9,196,750	267,968	23,193	(795)	290,366	0.170%
2006	9,576,759	1,207	546,406	10,124,372	301,493	25,722	(805)	326,410	0.165%
2007	10,631,830	1,078	571,736	11,204,644	333,500	26,320	(790)	359,030	0.164%
2008	11,475,209	659	596,099	12,071,967	371,109	35,375	(809)	405,674	0.161%

Note: Data is stated at 100% of actual value as required under Section 135 of the Revenue and Tax Code. Exemptions are netted directly against the individual property categories.

Source: Ventura County Auditor-Controller's Office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City of San Buenaventura
Direct and Overlapping Property Tax Rates
Last Ten Fiscal Years
(Rate per $100 of assessed value)

	2008	2007
City Direct Rates:		
City Basic Rate	0.0127	0.0136
Redevelopment Agency	0.0003	0.0003
Total City Direct Rate	0.0130	0.0140
Overlapping Rates:		
Ventura County Community College District	0.1242	0.1242
Ventura Unified School District	0.8479	0.8448
Oxnard Union High School District	0.0001	0.0002
Mesa Union School District	0.0020	0.0021
Oxnard School District	0.0002	0.0003
Rio School District	0.0000	0.0001
Ventura Port District	0.0000	0.0000
City of San Buenaventura 1915 Act Bonds	1.0000	1.0000
Ventura County General Fund Obligations	0.1242	0.1241
Ventura County Pension Obligations	0.0000	0.1241
Ventura County Superintendent of Schools	0.1242	0.1241
Ventura County Library Authority	0.0000	0.0000
Ventura County Community College District Certificates of Participation	0.0000	0.0000
Ventura Unified School District Certificates of Participation	0.8479	0.8448
Oxnard Union High School District Certificates of Participation	0.0001	0.0002
Oxnard School District Certificates of Participation	0.0002	0.0003
Rio School District Certificates of Participation	0.0000	0.0001
City of San Buenaventura General Fund Obligations	1.0000	1.0000
Total Direct Rate	4.0842	4.2031

Source: California Municipal Statistics, Inc.

2006	2005	2004	2003	2002	2001	2000	1999
0.0161	0.0171	0.0192	0.0221	0.0197	0.0166	0.0187	0.0171
0.0004	0.0004	0.0004	0.0004	0.0004	0.0003	0.0003	0.0003
0.0165	0.0175	0.0196	0.0225	0.0200	0.0168	0.0191	0.0174
0.1246	0.1245	0.1252	0.1255	0.0000	0.0000	0.0000	0.0000
0.8449	0.8435	0.8528	0.8507	0.8493	0.8336	0.8366	0.8226
0.0002	0.0002	0.0002	0.0002	0.0003	0.0003	0.0004	0.0003
0.0022	0.0024	0.0027	0.0000	0.0000	0.0000	0.0000	0.0000
0.0028	0.0004	0.0005	0.0005	0.0008	0.0008	0.0010	0.0007
0.0001	0.0001	0.0001	0.0001	0.0001	0.0001	0.0001	0.0001
0.0000	0.0000	0.0000	0.0000	0.0000	0.0000	0.9992	0.9990
1.0000	1.0000	1.0000	1.0000	1.0000	1.0000	1.0000	1.0000
0.1246	0.1245	0.1252	0.1254	0.1252	0.1228	0.1247	0.1256
0.1246	0.1245	0.1252	0.1254	0.1252	0.1228	0.1247	0.1256
0.1246	0.1245	0.1252	0.0000	0.1252	0.1228	0.1247	0.1256
0.0000	0.0000	0.0000	0.0000	0.2037	0.1993	0.2010	0.2035
0.0000	0.1245	0.1252	0.1255	0.1253	0.1228	0.1248	0.1256
0.8449	0.8435	0.8528	0.8507	0.8493	0.8336	0.8366	0.8226
0.0002	0.0002	0.0002	0.0002	0.0003	0.0003	0.0004	0.0003
0.0003	0.0004	0.0005	0.0005	0.0008	0.0008	0.0010	0.0007
0.0001	0.0001	0.0001	0.0001	0.0001	0.0001	0.0001	0.0001
1.0000	1.0000	1.0000	1.0000	1.0000	1.0000	1.0000	1.0000
4.2104	4.3308	4.3554	4.2274	4.4258	4.3771	5.3946	5.3697

City of San Buenaventura
Principal Property Taxpayers
Current Year and Nine Years Ago

Taxpayer	2008 Taxable Assessed Value [1]	2008 Percent of Total City Taxable Assessed Value [2]	1999 Taxable Assessed Value [3]	1999 Percent of Total City Taxable Assessed Value [4]
Macerich Buenaventura, Ltd.	$ 54,808,237	0.48%	$ 96,087,405	1.79%
Ventura Pines Associates, LLC	51,499,504	0.45%	16,800,000	0.31%
ASN Ventura, LLC	40,193,662	0.35%	-	0.00%
Olson 737-Ventura 3, LLC	38,458,225	0.34%	-	0.00%
Intergrated Captl-Ven Bch, LLC	34,593,800	0.30%	-	0.00%
Archstone Communities Trust	34,018,756	0.30%	-	0.00%
Promontory Properties, Inc.	29,095,088	0.25%	-	0.00%
Lowe's HIW, Inc.	29,026,850	0.25%	-	0.00%
MBL Golf Course, LLC	27,803,617	0.24%	-	0.00%
Newport Beach North, LLC	27,649,530	0.24%	-	0.00%
	$ 367,147,269	3.20%	$ 112,887,405	2.10%

(1) Source: Ventura County Assessor's Office
(2) 2007-08 Local Secured Assessed Valuation: $11,475,208,604

(3) Source: Ventura County Assessor's Office
(4) 1998-99 Local Secured Assessed Valuation: $5,378,633,083

City of San Buenaventura
Property Tax Levies and Collections
Last Ten Fiscal Years

Fiscal Year Ended June 30	Taxes Levied for the Fiscal Year (1)	Collected within the Fiscal Year of Levy		Collections in Subsequent Years (2)	Total Collections To-Date	
		Amount	Percent of Levy		Amount (2)	Percent of Levy
1999	$ 10,388,060	$ 10,375,496	99.88%	$ 214,113	$ 10,589,609	101.94%
2000	10,952,936	10,789,287	98.51%	82,460	10,871,747	99.26%
2001	11,429,609	11,226,858	98.23%	54,016	11,280,874	98.70%
2002	12,491,663	12,114,098	96.98%	38,967	12,153,065	97.29%
2003	13,607,563	13,353,034	98.13%	57,854	13,410,888	98.55%
2004	14,679,933	14,549,118	99.11%	55,629	14,604,747	99.49%
2005	16,188,791	16,103,883	99.48%	39,942	16,143,825	99.72%
2006	17,598,566	17,226,875	97.89%	46,130	17,273,005	98.15%
2007	19,687,798	18,946,723	96.24%	59,258	19,005,981	96.54%
2008	20,806,443	19,969,645	95.98%	92,015	20,061,660	96.42%

Source: (1) Ventura County Assessor's Office
(2) Finance and Technology Department, City of San Buenaventura

City of San Buenaventura
Ratios of Outstanding Debt by Type
Last Ten Fiscal Years

Fiscal Year Ended June 30	Governmental Activities				Business-Type Activities	
	Certificates of Participation	Tax Allocation Bonds	Loans	Total Governmental Activities	Wastewater Revenue Bonds	Water Revenue Bonds
1999	$ 25,455,000	$ -	$ 29,542,632	$ 54,997,632	$ 8,730,596	$ 15,730,000
2000	24,630,000	-	30,824,989	55,454,989	8,374,621	15,035,000
2001	23,760,000	-	30,740,468	54,500,468	7,998,646	14,305,000
2002	39,250,000	-	8,449,886	47,699,886	7,602,671	13,535,000
2003	54,355,000	8,000,000	7,963,812	70,318,812	7,186,696	13,085,000
2004	52,635,000	8,000,000	7,312,580	67,947,580	6,750,721	26,871,342
2005	50,760,000	7,795,000	6,852,506	65,407,506	24,569,447	26,023,027
2006	48,825,000	7,555,000	6,151,224	62,531,224	24,019,430	25,549,712
2007	46,830,000	7,310,000	5,806,898	59,946,898	23,444,413	25,056,399
2008	55,780,000	7,060,000	1,922,830	64,762,830	22,859,395	24,548,084

Note: Details regarding the City's outstanding debt can be found in the notes to the financial statements.

Source: The Comprehensive Annual Financial Report.

** Data not available

Business-Type Activities				
Safe Drinking Water Loan	Total Business-Type Activities	Total Primary Government	Percentage of Personal Income	Debt Per Capita
$ -	$ 24,460,596	$ 79,458,228	**	**
-	23,409,621	78,864,610	2.91%	781
-	22,303,646	76,804,114	**	**
-	21,137,671	68,837,557	2.26%	669
-	20,271,696	90,590,508	**	**
-	33,622,063	101,569,643	3.46%	966
-	50,592,474	115,999,980	3.84%	1099
13,156,599	62,725,741	125,256,965	4.10%	1194
20,000,000	68,500,812	128,447,710	4.04%	1213
19,209,485	66,616,964	131,379,794	3.88%	1235

City of San Buenaventura

Ratio of General Bonded Debt Outstanding

Last Ten Fiscal Years

(In Thousands, except Per Capita)

Fiscal Year Ended June 30	Outstanding General Bonded Debt			Total Taxable Assessed Value	Percent of Assessed Value (1)	Per Capita
	Certificates of Participation	Tax Allocation Bonds	Total			
1999	$ 25,455	$ -	$ 25,455	$ 5,939,352	0.43%	**
2000	24,630	-	24,630	6,264,485	0.39%	244
2001	23,760	-	23,760	6,755,042	0.35%	**
2002	39,250	-	39,250	7,488,541	0.52%	381
2003	54,355	8,000	62,355	8,094,562	0.77%	**
2004	52,635	8,000	60,635	8,705,015	0.70%	501
2005	50,760	7,795	58,555	9,487,116	0.62%	481
2006	48,825	7,555	56,380	10,450,782	0.54%	465
2007	46,830	7,310	54,140	11,563,674	0.47%	442
2008	55,780	7,060	62,840	12,477,641	0.50%	524

1 Assessed value has been used because the actual value of taxable property is not readily available in the State of California.

Source: The Comprehensive Annual Financial Report.

** Data not available

City of San Buenaventura
Direct and Overlapping Debt
June 30, 2008

2007-08 Assessed Valuation	$ 12,071,967,113
Redevelopment Agency Incremental Valuation	321,364,480
Adjusted Assessed Valuation	$ 11,750,602,633

	Total Debt 6/30/2008	Percentage Applicable [1]	City's Share of Debt 6/30/2008
OVERLAPPING TAX AND ASSESSMENT DEBT			
Ventura County Community College District	$ 126,980,000	12.421%	$ 15,772,186
Ventura Unified School District	$ 73,515,000	84.793%	62,335,574
Oxnard Union High School District	$ 47,174,913	0.013%	6,133
Mesa Union School District	$ 3,835,000	0.201%	7,708
Oxnard School District	$ 99,985,672	0.021%	20,997
Rio School District	$ 17,327,403	0.004%	693
City of San Buenaventura 1915 Act Bonds	$ 775,000	100.000%	775,000
Total Overlapping Tax and Assessment Debt			78,918,291
DIRECT AND OVERLAPPING GENERAL FUND DEBT:			
Ventura County General Fund Obligations	$ 71,885,000	12.418%	$ 8,926,679
Ventura County Superintendent of Schools	$ 13,025,000	12.418%	1,617,445
Ventura Unified School District Certificates of Participation	$ 4,560,000	84.793%	3,866,561
Oxnard Union High School District Certificates of Participation	$ 22,200,000	0.013%	2,886
Oxnard School District Certificates of Participation	$ 6,055,000	0.021%	1,272
Rio School District Certificates of Participation	$ 8,290,000	0.004%	332
City of San Buenaventura General Fund Obligations	**$ 55,780,000**	**100.000%**	**55,780,000**
Total Direct and Overlapping General Fund Debt			70,195,175
Combined Total Debt			$ 149,113,466 [2]

(1) Percentage of overlapping agency's assessed valuation located within the boundaries of the city.
(2) Excludes tax and revenue anticipation notes, enterprise revenue, mortgage revenue and tax allocation bonds and non-bonded capital lease obligations.

Source: California Municipal Statistics, Inc.

City of San Buenaventura
Legal Debt Margin Information
Last Ten Fiscal Years

Fiscal Year Ended June 30	(2) Assessed Valuation	Conversion Precentage	Adjusted Assessed Valuation	Debt Limit Percentage	Debt Limit	(1) Total Net Debt Applicable to Limit: General Obligation Bonds	Legal Debt Margin	Total Debt Applicable to the Limit as a Percentage of Debt Limit
1999	$ 5,960,082,912	25%	$ 1,490,020,728	15%	$ 223,503,109	$ -	$ 223,503,109	0%
2000	6,878,001,695	25%	1,719,500,424	15%	257,925,064	-	257,925,064	0%
2001	7,488,509,526	25%	1,872,127,382	15%	280,819,107	-	280,819,107	0%
2002	8,078,385,165	25%	2,019,596,291	15%	302,939,444	-	302,939,444	0%
2003	8,817,820,626	25%	2,204,455,157	15%	330,668,273	-	330,668,273	0%
2004	9,579,866,892	25%	2,394,966,723	15%	359,245,008	-	359,245,008	0%
2005	10,514,075,917	25%	2,628,518,979	15%	394,277,847	-	394,277,847	0%
2006	11,616,549,581	25%	2,904,137,395	15%	435,620,609	-	435,620,609	0%
2007	11,204,644,465	25%	2,801,161,116	15%	420,174,167	-	420,174,167	0%
2008	12,071,967,113	25%	3,017,991,778	15%	452,698,767	-	452,698,767	0%

The Government Code of the State of California provides for a legal debt limit of 15% of gross assessed valuation. However, this provision was enacted when assessed valuation was based upon 25% of market value.
Each parcel is assessed at 100% of market value (as of the most recent change in ownership for that parcel).
The computations shown above reflect a conversion of assessed valuation data for each fiscal year from the current full valuation perspective to the 25% level that was in effect at the time that the legal debt margin was enacted by the State of California for local governments located within the state.

Source: (1) Finance and Technology Department, City of San Buenaventura
(2) Ventura County Tax Assessor's Office

City of San Buenaventura
Pledged Wastewater Revenue Coverage
Last Ten Fiscal Years

Fiscal Year Ended June 30	Wastewater Fund Revenue Bonds						Governmental Tax Allocation Bonds			
	Operating Revenue	Less Operating Expenses	Net Available Revenue	Debt Service Principal	Debt Service Interest	Coverage	Tax Increment	Debt Service Principal	Debt Service Interest	Coverage
1999	$ 10,397,689	$ 6,837,680	$ 3,560,009	$ 375,000	$ 497,018	4.08	$ 946,252	$ -	$ -	$ -
2000	10,863,380	6,971,060	3,892,320	390,000	486,392	4.44	1,355,666	-	-	-
2001	11,499,505	7,138,994	4,360,511	410,000	469,232	4.96	1,237,305	-	-	-
2002	11,162,654	7,884,657	3,277,997	430,000	416,553	3.87	1,229,838	-	-	-
2003	12,677,123	9,184,042	3,493,081	450,000	396,343	4.13	1,636,510	-	-	-
2004	13,430,212	8,563,847	4,866,365	470,000	408,768	5.54	1,935,314	-	173,519	11.15
2005	14,042,047	8,725,668	5,316,379	495,000	1,042,147	3.46	2,463,949	205,000	279,332	5.09
2006	14,144,570	9,882,656	4,261,914	625,000	1,108,375	2.46	2,686,766	240,000	274,882	5.22
2007	15,460,227	12,425,787	3,034,440	650,000	1,092,750	1.74	2,988,728	245,000	270,032	5.80
2008	16,068,806	14,440,917	1,627,889	660,000	1,076,500	0.94	3,527,287	250,000	265,082	6.85

Note: Details regarding the city's outstanding debt can be found in the notes to the financial statements.
Operating expenses do not include interest or depreciation expenses.

Source: Finance and Technology Department, City of San Buenaventura

City of San Buenaventura
Pledged Water Revenue Coverage
Last Ten Fiscal Years

Fiscal Year Ended June 30	Water Fund Revenue Bonds					
	Operating Revenue	Less Operating Expenses	Net Available Revenue	Debt Service		Coverage
				Principal	Interest	
1999	$ 15,637,448	$ 9,337,237	$ 6,300,211	$ 495,000	$ 758,305	5.03
2000	15,729,318	9,005,448	6,723,870	695,000	733,587	4.71
2001	16,302,818	10,102,166	6,200,652	730,000	700,782	4.33
2002	16,174,010	11,210,864	4,963,146	770,000	667,448	3.45
2003	16,494,638	11,437,328	5,057,310	450,000	628,343	4.69
2004	17,640,075	11,015,003	6,625,072	880,000	1,202,325	3.18
2005	17,642,997	13,561,877	4,081,120	880,000	1,347,666	1.83
2006	17,838,573	14,176,287	3,662,286	505,000	1,181,550	2.17
2007	20,549,930	15,418,196	5,131,734	525,000	1,166,100	3.03
2008	20,742,823	18,804,452	1,938,371	540,000	1,151,475	1.15

Note: Details regarding the city's outstanding debt can be found in the notes to the financial statements.
Operating expenses do not include interest or depreciation expenses.

Source: Finance and Technology Department, City of San Buenaventura

City of San Buenaventura
Demographic and Economic Statistics
Last Ten Calendar Years

Calendar Year	Population (1)	Personal Income (in thousands)	Per Capita Personal Income (1)	Unemployment Rate (2)
1999	**	**	**	5.1%
2000	100,916	$ 2,711,310	$ 26,867	5.7%
2001	**	**	**	4.5%
2002	102,938	3,041,200	29,544	4.5%
2003	**	**	**	4.8%
2004	105,145	2,938,698	27,949	5.8%
2005	105,558	3,016,953	28,581	5.2%
2006	104,912	3,056,401	29,133	4.8%
2007	105,919	3,178,417	30,008	4.3%
2008	106,360	3,385,439	31,830	5.2%

(1) Source: Ventura City Economic Outlook by the UCSB Economic Forecast Project
For 1999, 2001 and 2003, data was not available.
(2) Source: State Employment Development Department

** Data not abailable

City of San Buenaventura
Full-time City Employees by Function
Last Ten Fiscal Years

	Full-Time (FTE) Employees as of June 30									
Function	2008	2007	2006	2005	2004	2003	2002	2001	2000	1999
General Government	25	25	23	17	17	17	17	17	18	16
Human resources	13	13	13	12	11	12	10	10	9	10
Finance and Technology	51	51	51	50	50	51	49	47	47	45
Community Development	35	35	34	34	30	30	30	26	20	22
Community Services	33	32	32	37	36	36	36	36	33	34
Public safety - police	181	176	179	184	182	183	193	194	189	191
Public safety - fire	111	108	106	105	103	102	101	101	100	100
Public Works	224	218	224	229	228	227	227	220	224	223
Total	673	657	660	667	657	657	662	650	639	640

Source: City Budget Office

City of San Buenaventura
Principal Employers
Current Year and Nine Years Ago

Employer (1)	2008 Number of Employees	2008 Percent of Total Employment (2)	1999 Number of Employees	1999 Percent of Total Employment (3)
County of Ventura	7,919	13.30%	7,100	**
Ventura County Health Care Agency	2,350	3.95%	2,000	**
Ventura Unified School District	2,189	3.68%	2,228	**
Community Memorial Hospital	2,000	3.36%	1,300	**
Ventura County Community College	1,874	3.15%	705	**
City of San Buenaventura	1,175	1.97%	625	**

(1) Only six principal employers located within City limits were identified.
(2) "Total Employment" as used above represents the total employment of all employers located within City limits.
(3) Data not available for the year 1999.

Source: Ventura City Economic Outlook by the UCSB Economic Forecast Project

City of San Buenaventura
Investment Portfolio Statistics
Last Ten Fiscal Years

Year ended June 30,	City		Trustee - Debt Financing Reserves	
	Average Portfolio	Average Effective Rate of Return	Average Portfolio	Average Effective Rate of Return
1999	$ 135,939,096	5.80%	$ 6,810,954	6.12%
2000	134,205,841	5.98%	6,887,522	6.18%
2001	135,395,522	5.96%	6,809,625	6.36%
2002	143,093,161	4.40%	15,385,789	4.08%
2003	145,180,617	3.15%	32,710,919	3.00%
2004	140,789,775	2.61%	42,722,911	2.54%
2005	137,034,504	2.56%	53,012,582	2.62%
2006	138,953,579	3.30%	52,508,444	2.91%
2007	141,555,410	4.11%	37,076,372	3.90%
2008	140,351,262	4.63%	30,318,080	3.85%

Source: Finance and Technology Department, City of San Buenaventura

City of San Buenaventura
Operating Indicators by Function
Last Ten Fiscal Years

	Fiscal Years									
	2008	2007	2006	2005	2004	2003	2002	2001	2000	1999
Police:										
Arrests	5,772	5,633	5,400	5,314	5,483	4,750	**	**	**	**
Parking citations issued	12,981	12,597	9,690	13,478	10,624	7,480	9,196	8,395	1,712	1,791
Fire:										
Number of emergency calls	11,343	10,655	9,990	9,986	9,213	9,167	9,020	8,402	8,021	7,631
Inspections	17,999	21,697	25,083	25,440	20,209	20,518	11,699	15,797	16,199	17,518
Public works:										
Street resurfacing (lane miles)	60	36	45	109	51	94	71	62	50	**
Parks and recreation:										
Number of recreation classes	1,481	1,449	1,631	1,308	1,193	1,366	1,284	1,216	1,181	1,117
Number of facility rentals per event	1,312	1,282	1,255	947	19	26	24	29	27	22
Number of park rental reservations per attendees (in thousands)	537	777	1,256	1,445	585	**	**	**	**	**
Water:										
Total system connections	30,222	30,199	29,929	29,420	29,420	29,420	29,591	28,818	27,756	27,756
Average daily consumption (million gallons per day)	15.0	15.9	14.1	15.2	14.8	15.1	14.7	14.7	14.8	15.5
Wastewater:										
Total system connections	25,131	25,115	24,865	24,475	24,475	24,475	24,317	23,987	23,270	23,270
Average daily sewage treatment (million gallons per day)	8.5	9.4	9.4	9.3	9.4	9.1	9.1	9.5	9.4	9.0
Golf courses:										
Buenaventura golf rounds played	67,895	77,507	77,650	65,929	23,086 (1)	78,637	81,227	85,210	85,078	88,793
Olivas Park golf rounds played	54,078	11,670	- (2)	57,656	88,902	81,602	84,383	87,799	87,071	92,565

(1) Buenaventura Golf Course was closed for renovation from May 16, 2004 to March 17, 2005.
(2) Olivas Park Golf Course was closed for renovation from October 2005 to May 17, 2007.

Source: City of Ventura

** Data not available due to system conversion.

City of San Buenaventura
Capital Assets Statistics by Function
Last Ten Fiscal Years

	Fiscal Years									
	2008	2007	2006	2005	2004	2003	2002	2001	2000	1999
Police:										
Stations	1	1	1	1	1	1	1	1	1	1
Fire:										
Fire stations	6	6	6	6	6	6	6	6	6	6
Public works:										
Street (miles)	294	294	294	294	294	294	294	294	284	284
Streetlights	1,058	1,058	1,058	1,058	1,058	1,058	1,050	635	557	592
Traffic signals	132	132	132	132	132	132	129	129	127	125
Parks and recreation:										
Parks	33	33	33	26	26	26	26	26	26	26
Community centers	3	3	3	3	3	3	3	3	3	3
Water:										
Water mains (miles)	500	500	500	500	400	400	400	400	400	375
Maximum daily capacity (million gallons per day)	30	30	30	30	30	30	30	30	30	30
Wastewater:										
Sanitary sewers (miles)	475	475	475	475	475	475	475	475	375	375
Storm sewers (miles)	310	310	310	310	310	310	310	310	310	310
Maximum daily treatment capacity (million gallons per day)	14	14	14	14	14	14	14	14	14	14
Golf course:										
Municipal golf courses	2	2	2	2	2	2	2	2	2	2

Source: City of Ventura

City of San Buenaventura
Wastewater Service Rates
Last Ten Fiscal Years

Fiscal Year Ended June 30	Wastewater Volume Rates Per Hundred Cubic Feet (HCF)						
	Residential						(1)
	Tier 1	Tier 2	Tier 3	Tier 4	Tier 5	Tier 6	Non-Residential
1999	$ 20.95	$ 25.70	$ 30.44	$ 35.18	$ 39.93	$ 44.67	$ 13.46
2000	20.95	25.70	30.44	35.18	39.93	44.67	13.46
2001	20.95	25.70	30.44	35.18	39.93	44.67	13.46
2002	20.95	25.70	30.44	35.18	39.93	44.67	13.46
2003	23.67	29.04	34.40	39.76	45.12	50.48	15.20
2004	24.14	29.62	35.09	40.56	46.02	51.49	17.63
2005	25.11	30.81	36.49	42.18	47.86	53.55	16.12
2006	26.49	32.50	38.50	44.50	50.49	56.50	17.01
2007	27.55	33.80	40.04	46.28	52.51	58.76	17.70
2008	30.00	36.98	43.78	50.57	57.36	64.16	13.95

NOTE:
1 HCF = 748 gallons
The City bills bi-monthly and by hundred cubic feet (HCF).
Rates are based on 3/4" meter, which is the standard household meter size.
The tier structure is in place to encourage wastewater conservation by customers.

(1) Commercial Group 1 (1-8 HCF)

Source: Ventura Water Division

City of San Buenaventura
Wastewater Customers
Current Year and Five Years Ago

Wastewater Customer	2008 Wastewater Charges	2008 Percent of Total Wastewater Revenues	2003 [1] Wastewater Charges	2003 [1] Percent of Total Wastewater Revenues
Ventura County	$ 157,511	0.98%	$ 129,276	1.02%
CPM-Peppertree HOA	130,569	0.81%	**	**
Ventura County Medical Center	95,018	0.59%	56,772	0.45%
Archstone Smith	94,525	0.59%	**	**
Ventura Marina MHP	92,730	0.58%	51,300	0.40%
Paseo Del Mar	88,058	0.55%	50,616	0.40%
Vedder Community Management - Lemon Wood MHP	87,678	0.55%	**	**
Buenaventura Gardens HOA	84,355	0.52%	51,984	0.41%
Community Memorial Hospital	83,374	0.52%	70,452	0.56%
La Ventana HOA	76,671	0.48%	**	**
	$ 990,489	6.16%	$ 410,400	3.24%

(1) 2003 was the earliest year this data was available.

Source: Ventura Water Division

** Data not available

City of San Buenaventura
Water Sold by Type of Customer
Last Ten Fiscal Years
(in Hundred Cubic Feet)

Fiscal Year Ended June 30	Type of Customer					Total HCF	Total Direct Rate per HCF
	Residential	Commercial	Industrial	Municipal	Other		
1999	4,583,027	1,550,767	113,388	119,532	697,242	7,063,956	1.90
2000	4,666,207	1,544,704	104,360	169,038	744,138	7,228,447	1.94
2001	4,606,633	1,547,131	120,094	157,066	722,491	7,153,415	1.88
2002	4,684,036	1,575,168	104,660	152,269	673,707	7,189,840	1.99
2003	4,712,158	1,593,584	128,434	212,437	739,117	7,385,730	2.05
2004	4,757,729	1,602,611	101,379	188,047	900,914	7,550,680	2.17
2005	4,800,912	1,701,385	70,985	178,051	968,369	7,719,702	2.15
2006	4,510,956	1,508,515	63,691	201,674	797,963	7,082,799	2.40
2007	5,157,275	1,676,746	83,423	251,689	849,979	8,019,112	2.40
2008	4,918,824	1,584,420	73,926	270,013	772,258	7,619,441	2.67

Note:
1 HCF (hundred cubic feet) = 748 gallons

Source: Ventura Water Division

City of San Buenaventura
Water Rates
Last Ten Fiscal Years

Fiscal Year Ended June 30	Bi-Monthly Service Charge Base Rate	Water Volume Rates Per Hundred Cubic Feet (HCF)			
		Residential			
		Single Family HCF 1-16 / Multiple Family HCF 1-10	Single Family HCF 17-42 / Multiple Family HCF 11-24	Single Family HCF 43+ / Multiple Family HCF 25+	Non-Residential
1999	$ 7.97	$ 1.29	$ 1.72	$ 2.75	$ 1.72
2000	7.97	1.29	1.72	2.75	1.72
2001	7.97	1.29	1.72	2.75	1.72
2002	7.97	1.29	1.72	2.75	1.72
2003	8.69	1.41	1.87	3.00	1.87
2004	8.69	1.41	1.87	3.00	1.87
2005	9.40	1.53	2.02	3.24	2.02
2006	9.82	1.60	2.11	3.39	2.11
2007	10.22	1.67	2.20	3.53	2.20
2008	11.14	1.82	2.40	3.85	2.40

NOTE:
1 HCF = 748 gallons
The City bills bi-monthly and by hundred cubic feet (HCF).
Rates are based on 3/4" meter, which is the standard household meter size.
The tier structure is in place to encourage water conservation by customers.

Source: Ventura Water Division

City of San Buenaventura
Water Customers
Current Year and Five Years Ago

Water Customer	2008 Water Charges	2008 Percent of Total Water Revenues	2003 [1] Water Charges	2003 [1] Percent of Total Water Revenues
Aera Energy LLC	$ 247,287	1.19%	**	**
Dairy Farmers of America	231,830	1.12%	**	**
Ventura County	174,065	0.84%	127,235	0.79%
Calif. Mushroom Farm	133,478	0.64%	**	**
Evergreen Alliance Golf	128,263	0.62%	**	**
CPM-Peppertree HOA	111,144	0.54%	**	**
Ventura County Medical Center	105,292	0.51%	55,876	0.35%
Community Memorial Hospital	92,824	0.45%	69,340	0.43%
Harris Water Conditioning	84,106	0.41%	**	**
Vedder Community Management - Lemon Wood MHP	72,076	0.35%	**	**
	$ 1,380,365	6.65%	$ 252,451	1.57%

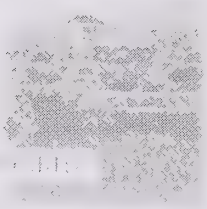
(1) 2003 was the earliest year this data was available

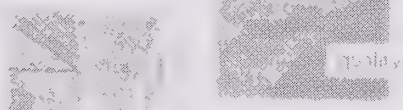
Source: Ventura Water Division

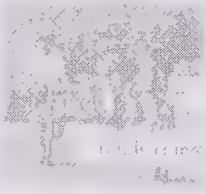
** Data not available

COMPREHENSIVE ANNUAL

FINANCIAL REPORT







City of San Buenaventura

Annual Continuing Disclosure Requirements

Summary of All Certificates of Participations

For the year ended June 30, 2008

San Buenaventura Public Facilities Financing Authority Summary of All Issues:

Amount Outstanding	General Fund
$1,955,000	2001 Refunding Certificates of Participation, Series A, $2,925,000
$14,485,000	2001 Certificates of Participation, Series C, $16,345,000
$13,925,000	2002 Refunding Certificates of Participation, Series B, $19,765,000
$14,390,000	2002 Refunding Certificates of Participation, Series D, $15,930,000
$11,025,000	2007 Refunding Certificates of Participation, Series E, $11,420,000
	Wastewater Fund
$23,140,000	2004 Revenue Certificates of Participation, $25,075,000
	Water Fund
$24,960,000	2004 Revenue Certificates of Participation, $27,410,000

· No significant or material events to report for the above financings.

Source: Finance and Technology Department, City of San Buenaventura

City of San Buenaventura
Annual Continuing Disclosure Requirements
San Buenaventura Public Facilities Financing Authority
For the year ended June 30, 2008

Buenaventura & Olivas Links Golf Courses
$15,930,000 2002 Certificates of Participation, Series D

	Actuals					
	2008	2007	2006	2005	2004	2003
Operating Revenues:						
Charges for Services:						
Greens Fees - Buena	$ 1,614,122	$ 1,811,017	$ 1,715,579	$ 554,290	$ 806,148	$ 490,485
Electric Carts - Buena	407,240	442,144	421,151	54,358	218,737	135,399
Coffee Shop - Buena	116,870	92,136	60,239	13,624	38,751	54,772
Pro Shop - Buena	161,431	191,987	182,654	17,753	71,549	-
Greens Fees - Olivas [3]	1,829,224	402,278	469,294	1,179,281	1,290,011	565,499
Driving Range - Olivas	120,533	39,193	60,594	233,536	212,288	89,216
Electric Carts - Olivas	339,162	79,611	125,559	310,371	336,533	138,553
Coffee Shop - Olivas	100,878	1,024	105,658	262,851	262,522	18,343
Pro Shop - Olivas	253,094	21,440	61,103	138,276	144,023	-
Total charges for services	4,942,555	3,080,829	3,201,831	2,764,338	3,380,562	1,492,267
Other Operating Revenues			-	-	-	-
Total Operating Revenues	4,942,555	3,080,829	3,201,831	2,764,338	3,380,562	1,492,267
Operating Expenses:						
Personal Services	168,445	202,040	189,322	143,794	177,652	167,161
Contractual Services [1]	4,143,377	3,444,301	2,820,708	1,669,598	2,202,983	236,471
Materials & Supplies	4,199	625	2,398	348	344	329
General & Administrative	366,507	604,377	236,925	304,033	373,100	371,379
Depreciation	917,621	370,732	130,369	79,636	63,495	74,375
Total Operating Expenses	5,600,149	4,622,075	3,379,722	2,197,409	2,817,574	849,715
Operating Income (Loss)	(657,593)	(1,541,246)	(177,891)	566,929	562,988	642,552
Non-Operating Revenues (Expenses):						
Interest Income [2]	10,452	126,331	88,854	111,149	53,461	184,467
Interest Expense	(23,436)	(9,696)	-	-	-	-
Gain on Sale of Assets	-	8,007	-	-	-	-
Total Non-Operating Revenues (Expenses):	(12,985)	124,642	88,854	111,149	53,461	184,467
Net Income (Loss)	$ (670,578)	$ (1,416,604)	$ (89,037)	$ 678,078	$ 616,449	$ 827,019

Notes:

[1] Fiscal year 2002 includes $335,836 in preliminary golf course renovation design.

[2] Interest income includes unrealized gain (loss) on investments.

[3] Olivas Park Golf Course was closed for renovation from October 2005 to May 2007.

Source: The Comprehensive Annual Financial Report.

Actuals			
2002	2001	2000	1999
$ 506,195	$ 507,726	$ 448,075	$ 373,743
137,278	131,990	108,448	98,535
55,268	52,943	-	-
-	-	-	-
586,017	585,569	521,591	453,907
88,472	90,147	68,492	70,797
148,825	148,799	122,663	114,164
22,601	22,700	-	-
-	-	-	-
1,544,656	1,539,874	1,269,269	1,111,146
-	-	255	150
1,544,656	1,539,874	1,269,524	1,111,296
172,740	152,934	142,991	129,438
591,890	239,933	276,585	329,166
583	302	1,705	8,625
391,471	404,961	432,609	383,942
56,841	58,543	58,352	53,749
1,213,525	856,673	912,242	904,920
331,131	683,201	357,282	206,376
296,288	391,375	200,488	179,798
-	-	-	-
-	-	(18,097)	-
296,288	391,375	182,391	179,798
$ 627,419	$ 1,074,576	$ 539,673	$ 386,174

WASTEWATER SYSTEM
SEVEN-YEAR HISTORIC OPERATING RESULTS
FISCAL YEAR ENDED JUNE 30

	2008	2007	2006	2005
REVENUES				
Service Charges and Sale Revenues	$ 16,068,806	$ 15,460,227	$ 14,144,570	$ 14,042,047
Transfers In	-	-	7,003	56,789
Gain on Sale of Assets	-	-	-	-
Investment Income	1,734,356	1,797,241	1,513,379	574,053
TOTAL REVENUE	17,803,162	17,257,468	15,664,952	14,672,889
OPERATION AND MAINTENANCE EXPENSE	14,440,917	12,425,787	9,882,656	10,045,597
NET REVENUES	3,362,245	4,831,681	5,782,296	4,627,292
DEBT SERVICE				
1993 Bonds [1]	-	-	-	880,738
2004 COP	1,736,500	1,742,750	1,733,375	230,911
TOTAL DEBT SERVICE	1,736,500	1,742,750	1,733,375	1,111,649
DEBT SERVICE COVERAGE	1.94	2.77	3.34	4.16
NET REVENUES AVAILABLE FOR SUBORDINATE DEBT SERVICE	$ 1,625,745	$ 3,088,931	$ 4,048,921	$ 3,515,643

(1) 1996 Sewer Revenue Refunding Bonds were refinanced into 2004 Wastewater Revenue Certificates Of Participation on Dec. 1, 2004.

Source: The Comprehensive Annual Financial Report.

2004	2003	2002
$ 13,430,212	$ 12,677,123	$ 11,162,655
-	-	-
-	373	496
262,306	817,907	1,412,544
13,692,518	13,495,403	12,575,695
9,893,922	10,630,077	9,205,801
3,798,596	2,865,326	3,369,894
878,768	880,368	880,578
-	-	-
878,768	880,368	880,578
4.32	3.25	3.83
$ 2,919,828	$ 1,984,958	$ 2,489,317

HISTORIC WASTEWATER SYSTEM USAGE

Fiscal Year Ended June 30	Daily Average Flow (Million Gallons per Daily)	Increase (Decrease)
2000	9.36	0.00%
2001	9.52	1.71%
2002	9.20	-3.36%
2003	9.11	-0.98%
2004	9.26	1.65%
2005	9.31	0.54%
2006	9.40	0.97%
2007	8.98	-4.47%
2008	8.73	-2.78%

HISTORIC WASTEWATER SYSTEM SERVICE CONNECTIONS

Fiscal Year Ended June 30	Service Connections	Increase (Decrease)
2000	23,270	0.00%
2001	23,987	3.08%
2002	24,317	1.38%
2003	24,475	0.65%
2004	24,475	0.00%
2005	24,475	0.00%
2006	24,865	1.59%
2007	25,155	1.17%
2008	25,131	-0.10%

HISTORIC WASTEWATER SYSTEM SERVICE AND FLOW CHARGE REVENUES

Fiscal Year Ended June 30	Service and Flow Charge Revenues	Increase (Decrease)
2000	10,863,380	0.00%
2001	11,499,505	5.86%
2002	11,162,655	-2.93%
2003	12,677,123	13.57%
2004	13,430,212	5.94%
2005	14,042,047	4.56%
2006	14,144,570	0.73%
2007	15,460,227	9.30%
2008	16,068,806	3.94%

Source: Water Division, City of San Buenaventura, and the Comprehensive Annual Financial Report.

Top 10 Wastewater Customers for 2007-2008 (1)

Customer Name	Classification	Average HCF Per Day	Percent of Total Wastewate Revenues
Ventura County	Commercial	197.2	0.98%
CPM-Peppertree HOA	Residential	133.8	0.81%
Ventura County Medical Center	Commercial	119.1	0.59%
Community Memorial Hospital	Commercial	104.5	0.52%
Vedder Community Management - Lemon Wood MHP	Residential	86.0	0.55%
Archstone Smith	Residential	80.7	0.59%
Buenaventura Gardens HOA	Residential	75.5	0.52%
Paseo Del Mar	Residential	71.3	0.55%
La Ventana HOA	Residential	70.4	0.48%
Ventura Marina MHP	Residential	68.3	0.58%

(1) Customer ranking is based on volume.

Source: Water Division, City of San Buenaventura, and the Comprehensive Annual Financial Report.

WATER SYSTEM
SEVEN YEAR HISTORIC OPERATING RESULTS
FISCAL YEAR ENDED JUNE 30

	2008	2007	2006	2005	2004	2003	2002
REVENUES							
Service Charges & Sale Revenues	$ 20,742,823	$ 20,549,930	$ 17,838,573	$ 17,642,997	$ 16,924,727	$ 16,103,697	$ 15,353,505
Transfers In	840,954	675,517	619,089	854,927	901,249	-	-
Gain on Sale of Assets	-	-	-	-	-	1,547	1,173
Investment Income	828,655	1,193,564	573,009	529,375	106,757	390,941	820,503
TOTAL REVENUE	22,412,432	22,419,011	19,030,671	19,027,299	17,932,733	16,496,185	16,175,181
OPERATION AND MAINTENANCE EXPENSE	18,804,452	15,418,196	14,176,287	13,561,877	12,128,513	13,050,651	11,865,861
NET REVENUES	3,607,980	7,000,815	4,854,384	5,465,422	5,804,220	3,445,534	4,309,320
DEBT SERVICE							
1970 Bonds [1]	-	-	-	-	-	-	358,700
1993 Bonds [2]	-	-	-	-	1,078,328	1,078,343	1,077,048
2004 COP	1,691,475	1,691,100	1,686,550	2,082,325	209,340	-	-
TOTAL DEBT SERVICE	1,691,475	1,691,100	1,686,550	2,082,325	1,287,668	1,078,343	1,435,748
DEBT SERVICE COVERAGE	2.13	4.14	2.88	2.62	4.51	3.20	3.00
NET REVENUES AVAILABLE FOR SUBORDINATE DEBT SERVICE	$ 1,916,505	$ 5,309,715	$ 3,167,834	$ 3,383,097	$ 4,516,552	$ 2,367,191	$ 2,873,572

(1) 1970 Bonds were retired in fiscal year 2002.
(2) 1993 Water Revenue Refunding Bonds were refinanced into 2004 Water Revenue Certificates Of Participation on January 1, 2004.

Source: The Comprehensive Annual Financial Report.

HISTORIC WATER SUPPLY
(in Acre-feet per year)

Fiscal Year Ended June 30	Pumped Water	Purchased Water (1)	Total
1999	13,969	6,030	19,999
2000	15,228	6,263	21,491
2001	14,238	6,816	21,054
2002	13,330	6,043	19,373
2003	13,020	6,178	19,198
2004	16,030	5,964	22,003
2005	12,337	7,867	20,204
2006	11,657	6,658	18,315
2007	12,818	6,120	18,938
2008	12,923	6,079	19,002

(1) Reflects Casitas Municipal Water District certification letters

PROJECTED WATER SUPPLY
(in Acre-feet per year)

Fiscal Year Ended June 30	Pumped Water	Purchased Water	Total
2004	18,500	8,000	26,500
2005	18,300	8,000	26,300
2006	18,300	8,000	26,300
2007	18,300	8,000	26,300
2008	18,300	8,000	26,300
2009	20,562	8,000	28,562
2010	21,900	8,000	29,900
2011	21,900	8,000	29,900
2012	21,900	8,000	29,900
2013	21,900	8,000	29,900

Source: Water Division, City of San Buenaventura, and the Comprehensive Annual Financial Report.

HISTORIC WATER SYSTEM SERVICE CHARGES AND SALES REVENUES

Fiscal Year Ended June 30	Service Charges and Sales Revenues	Increase
2000	$14,894,769	0.00%
2001	$15,034,897	0.94%
2002	$15,353,505	2.12%
2003	$16,103,697	4.89%
2004	$16,924,727	5.10%
2005	$17,642,997	4.24%
2006	$17,838,573	1.11%
2007	$20,549,930	15.20%
2008	$20,742,823	0.94%

Source: The Comprehensive Annual Financial Report.

City of San Buenaventura

Annual Continuing Disclosure Requirements, Continued
Water Fund - $27,410,000-2004 Water Revenue Certificates of Participation
For the year ended June 30, 2008

Top 10 Water Customers for 2007-2008 (1)

Customer Name	Classification	Average HCF Per Day	Percent of Total Water Revenues
Evergreen Alliance Golf	Reclaimed	665.8	0.62%
Aera Energy LLC	Ground	523.5	1.19%
Ventura County	Commercial	197.2	0.84%
Dairy Farmers of America	Commercial	156.3	1.12%
Calif. Mushroom Farm	Commercial	151.4	0.64%
CPM-Peppertree HOA	Residential	133.8	0.54%
Ventura County Medical Center	Residential	119.1	0.51%
Community Memorial Hospital	Commercial	104.5	0.45%
Harris Water Conditioning	Commercial	95.9	0.41%
Vedder Community Management - Lemon Wood MHP	Residential	86.0	0.35%

(1) Customer ranking is based on volume.

Source: Water Division, City of San Buenaventura, and the Comprehensive Annual Financial Report.

FY 2007-2008 Water Rates

Water Volume Rates
Per Hundred Cubic Feet (HCF

Single Family Residential

Water Usage HCF	City $	County $
1-16	1.82	3.09
17-42	2.40	4.08
43+	3.85	6.54

Multiple Family Residentia

Water Usage HCF	City $	County $
1-10	1.82	3.09
11-24	2.40	4.08
25+	3.85	6.54

Non-Residential

Water Usage HCF	City $	County $
Per HCF	2.40	4.08

Raw Water*, Irrigation*, & Municipal Parks

Water Usage HCF	City $	County $
Per HCF	1.26	1.26

Reclaimed Water

Water Usage HCF	City $	County $
Per HCF	0.50	0.50

Temporary Meter Charge	
Temp Mtr Deposit	300.00
Temp Mtr Set/Remove	68.00
Temp Mtr Relocate	34.00
Temp Mtr Daily Chg	2.00

1 HCF = 748 gallons

*Non Potable, Non Fully Treated Water

Bimonthly Service Charge
(Based on Meter Size

Residential & Non-Residentia

Meter Size	City $	County $
5/8 & 3/4	11.14	18.94
1	21.92	37.26
1.5	37.03	62.95
2	52.10	88.57
3	118.57	201.57
4	194.12	330.00
6	382.68	650.55
8	571.21	971.06
10	759.75	1,291.58
12	872.87	1,483.88

Fire Line Bimonthly Charge

Meter Size	City $	County $
1	4.62	7.86
2	4.62	7.86
3	13.85	23.55
4	27.81	47.27
6	77.07	131.03
8	162.01	275.41
10	277.94	472.50
Each Add'l inch	4.62	7.86
Dom/Res."U" 1"	1.41	2.39

City Reclaim Meter Charge

Meter Size	Bi-Mo $	Monthly $
5/8 & 3/4	11.14	5.57
1	21.92	10.96
1.5	37.03	18.52
2	52.10	26.06
3	118.57	59.29
4	194.12	97.06
6	382.68	191.34
8	571.21	285.61
10	759.75	379.88
12	872.87	436.44

FY 2007-2008 Wastewater Service Rates

Customer Classificatior

	# HCF **	Bimonthly Rate $
Single Family & Multiple Dwelling	0 - 8	30.00
	9 - 10	36.98
	11 - 12	43.78
	13 - 14	50.57
	15 - 16	57.36
	17+	64.16

**Usage established during determination period November 1 thru April 30. Charge based on lowest water usage during determination billings.

Schools***	115.48
Churches***	64.16

*** Per Single Family Dwelling Unit Equivalent. Rates will vary;See Ordinance chapter 22.220, section 020 for rate factors

Industrial (Billed Monthly

Flow	per million gallons	2,115.60
COD	per 1000 pounds	276.47
SS	Per 1000 pounds	549.42

Misc. User Fees (As of 1/6/2007)	
NSF Check	28.00
Open or Change Service	34.00
Post 48 Hr. Turnoff Notice	45.00
Shut off & Lock Service	45.00
Test Meter	68.00
Conduct Flow Test	448.00

Customer Classificatior

Commercial	# HCF	Bimonthly Rate $
Group 1:	0 - 8	$13.95
	9 + per unit	$2.18
A. Laundromats		
B. Car Wash		
C. Professional Offices		
D. Convalescent homes		
E. Wholesale Establishments		
F. Offices		
G. Retail Establishments		
H. Public Buildings		
I. Barber & Beauty Shops		
J. Gas Stations & Garages		
K. Bars w/out dining facilities		
L. Theaters		
M. Gyms		
N. Hospitals		
O. Grocery stores w/out garbage grinder		
Group 2	0 - 8	$19.97
	9 + per unit	$2.58
A. Hotels & Motels w/out dining facilities		
B. Commercial laundries		
Group 3	0 - 8	$36.08
	9 + per unit	$4.44
A. Hotels w/dining facilities		
Group 4	0 - 8	$46.64
	9 + per unit	$5.87
A. Mortuaries		
B. Grocery stores with garbage grinder		
Group 5	0 - 8	$40.02
	9 + per unit	$5.57
A. Bakeries		
B. Restaurants		
C. Multi-use shopping centers		
Group 6		$64.16
A. Plant Nurseries		

Source: Water Division, City of San Buenaventura

CITY OF
VENTURA
www.cityofventura.net

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